NAZARETH ORPHANS' HOME ROCKWELL, N. C.

J. YORKE PEELER,
TREASURER

FINANCIAL STATEMENTS

1947-1956

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NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1947

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

March 18, 1948

Mr. J. T. Fesperman
Chairman, Board of Directors
Nazareth Orphans Home
Crescent, North Carolina

Dear Sir:

In accordance with the request of the Board through your Treasurer, J. Yorke Peeler, we have examined the books and records of the Treasurer for the year 1947 as to receipts and disbursements.

From this examination and from such other information as we have been able to gather, we have prepared a Balance Sheet divided into three (3) specific funds, that is, the Current Operating Fund, Plant Fund and Endowment Fund. These items will be discussed in that order.

Cash in bank, $ 12,252.41. This represents the amount of cash available in the regular checking account in the Bank of Rockwell and the Farmers and Merchants Bank in Granite Quarry, as shown on Schedules one and two attached hereto.

Under sundry equipment on Exhibit 3, we have set up those items which we really consider capital items but which are, in our opinion, replaceable out of current operating income. Your superintendent, through Mr. Peeler, furnished us with an itemized list at estimated values of these various items. The values do not attempt to show cost and in our opinion unless there is some material increase in these items, the values set up should remain as they now are and any replacements will be charged directly to Current operations. Of course it would be possible to compute depreciation on these items and set aside a certain amount of money each year for replacements, but we do not believe this would be expedient at this time. This leaves Current Fund Assets in the amount of $ 29,629.41.

Mr. J. T. Fesperman - Chairman

Your former Treasurer, Mr. Moose, advises that there is a student loan fund of $ 1,125.00 which at the present time is all in cash and is on deposit with the other Current Funds. This has been set up as a liability of $ 1,125.00.

We also found that some years ago, Mr. L. A. Corriher of Landis, North Carolina had contributed $ 3,000.00 for the purpose of buying machinery and equipment as we have set this up as a source of income. Since we had no further information as to the source of funds, we have assumed that the $ 19,650.2[illegible] represents surplus from prior years operations and that the balance of the surplus would arise from the current years operations for the year 1947.

There may have been other specific gifts for the purpose of supplying particular items of equipment for the operation of the plant which should be set up as specific items.

We have set up a plant balance sheet and the assets are shown in detail on Exhibit E. These figures were supplied by your superintendent and we are not prepared to state that the values are correct since we were not informai as to the method of valuation.

As to the source of these funds: it would appear that there may have been at sometime in the past, rather large contributions from individuals or organisations for the purpose of erecting these buildings and if such information is available, we are of the opinion that future reports should show these contributions. By not having this information, we have merely assumed that all of this property was acquired from money received from various gifts and other accumulations and we have set up these items on that basis.

Endowment Funds; on Schedule2, we show cash in the savings account in the Bank of Rockwell in the amount of $ 6,522.49. This represents uninvested cash from the Hedrick annuity, $ 2,946.69, legacies received during the year, $ 3,509.04, these legacies being detailed on Schedule 2, interest received on savings $ 30.10 and an uninvested balance from prior years, $ 36.66. Endowment Funds investments are shown on Exhibit F. We were furnished with a list of these investments showing cost. We have made no attempt to compute their current value. We have checked all of these securities and find that all of them are either in the safety deposit box in the Bank of Rockwell or are in the hands of your brokers, McAllister, Smith and Pate, Inc.,

Mr. J. T. Fesperman - Chairman

Greenville, South Carolina.

During the year 1947, you collected from the Hedrick Estate, a note of $ 41,000.00. This money was reinvested during the year in the items shown on Exhibit G. The income from this fund is restricted in accordance with the annuity contract entered into with Mr. J. T. Hedrick on the 26th day of April, 1922. These items are therefore set up as separate investments on the balance sheet and the records of the income from these securities should be separately maintained from other income so that the provisions of the contract may be carried out.

All of these securities except Kroger Company, Inc., Bethlehem Steel and Federal Savings and Loan Association are in the hands of the Treasurer. The Bethlehem Steel Stock seems to be in the hands of the brokers in process of being transferred to your name. The exact location of the other two securities could not be determined at the time of our examination and efforts are being made to locate these securities.

The source of all the Endowment Funds invested in the securities above listed are shown on the Balance Sheet and Exhibits attached. We are of the opinion that there are other specific bequests and legacies which should be listed and which will be incorporated in future reports as the information is made available.

It is expected that from time to time in the future, additional information will be secured which will make it possible to present a more complete statement and a more informative statement as to the affairs of your institution and as additional information is secured, these items will be incorporated in your books and records. Arrangements have been made to set up books and records which will enable you to maintain proper financial records of all transactions after January 1st.

Respectfully submitted,

Thos. P. Zum Brunnen

Thos. P. Zum Brunnen
Certified Public Accountant

tpz/mtc

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET
DECEMBER 31, 1947

EXHIBIT A

ASSETS	SCHEDULE OR EXHIBIT		
I CURRENT OR OPERATIONAL FUNDS			
Cash in Bank	1	$ 12,252.41	
Sundry Equipment	D	17,377.00	
TOTALS			$ 29,629.41
II PLANT			
Land	D	$ 29,500.00	
Institutional Buildings	E	147,560.00	
Farm Buildings, etc	E	11,650.00	
TOTALS			188,710.00
III ENDOWMENT FUND INVESTMENTS			
Cash in Savings Account	2	$ 6,522.49	
Stocks, Bonds & Mortgages	F	99,261.25	
Stocks Mortgages, J. T. Hedrick Fund	G	39,053.31	
TOTAL			144,837.05
TOTALS ASSETS			$ 363,176.46

LIABILITIES & SOURCE OF FUNDS		
I CURRENT OR OPERATIONAL FUNDS		
Student Loan Funds	$ 1,125.00	
L. A. Corriher Machinery Fund	3,000.00	
Other Donations & Surplus from prior years	19,650.20	
Excess of Receipts over Disbursements Year 1947, Exhibit B	5,854.21	
TOTALS		$ 29,629.41
II PLANT SOURCE OF FUNDS		
Gifts and Accumulations	$ 188,710.00	
TOTALS		188,710.00
III SOURCE OF FUNDS		
J. T. Hedrick Annuity Fund	$ 42,000.00	
Specific Bequests, Exhibit H	15,419.05	
Gifts and Accumulations	87,418.00	
TOTAL		144,837.05
TOTAL FUNDS		$ 363,176.46

EXHIBIT B

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS CURRENT FUND
YEAR ENDED DECEMBER 31, 1947

RECEIPTS CURRENT FUND

County Funds	$ 39.03	
Contributions from Religious Organizations	15,359.15	
Duke Endowment Fund	1,444.70	
Joseph F. Cannon Christmas Fund	254.20	
Parents, Relatives & Guardians	2,033.05	
Sundry Contributions	5,505.61	
Income from Endowments, Investments		
Unrestricted	4,904.96	
Restricted J. T. Hedrick Annuity	2,490.84	
Sale of Farm & Dairy Products	1,155.07	
Net Difference on sale & Purchase of Securities, McAlister Smith & Pate, Inc.	1,580.25	
TOTAL		$ 34,766.86
Disbursements Exhibit C		28,912.65
EXCESS OF RECEIPTS OVER DISBURSEMENTS		$ 5,854.21

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH DISBURSEMENTS CURRENT FUND
YEAR ENDED DECEMBER 31, 1947

EXHIBIT C
SHEET 1

ADMINISTRATIVE EXPENSE			
Salaries	$ 2,340.00		
Office Supplies	40.90		
Telephone & Telegraph	65.69		
Insurance	493.04		
Interest on Annuity, Hedrick	2,080.84		
Conference, Expense & Fees	7.25		
Financing & Publicity	144.25		
Withholding Tax	207.40		
Assessment	10.00		
TOTAL		$	5,395.37
HOUSEHOLD EXPENSE			
Salaries & Wages	$ 3,005.30		
Food	5,836.80		
Clothes & Toilet Accessories	2,272.69		
Laundry	140.02		
Household Supplies	778.53		
Recreation	116.45		
Travel, Care of Children	10.00		
Screens	17.50		
TOTAL		$	12,147.29
HEALTH			
Supplies	$ 498.61		
Rowan Memorial Hospital	60.50		
Dr. R. S. Rankin, Classes	32.00		
TOTAL			591.11
EDUCATION			
Salaries	$ 10.00		
Supplies	487.76		
Student Council	50.00		
Summer School	100.00		
Music	25.00		
Tuning Pianos	12.00		
Apportionment	146.32		
Class Ring	10.00		
TOTAL			844.08
PLANT OPERATION & MAINTENANCE			
Fuel, Light, Power, Water & Ice	$ 1,675.35		
Replacements & Repairs	370.73		
Travel	1.25		
TOTAL			2,047.83
TOTAL FORWARDED		$	21,025.68

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH DISBURSEMENTS, CURRENT FUND
YEAR ENDED DECEMBER 31, 1947

EXHIBIT C
SHEET 2

BROUGHT FORWARD		$ 21,025.68
FARM DAIRY & GARDEN		
Salaries & Wages	$ 987.80	
Supplies	2,388.46	
Insurance	61.00	
Replacement & Repairs	921.76	
Replacement of Livestock	100.00	
Grading	70.50	
Seed Cleaning	5.70	
License	2.00	
TOTAL		4,537.22
CAPITAL ITEMS		
Loan Repaid	$ 1,000.00	
New Equipment	509.75	
Investments	1,840.00	
TOTAL		3,349.75
TOTAL CURRENT FUND DISBURSEMENTS		$ 28,912.65

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
SUNDRY ASSETS OPERATING FUND
DECEMBER 31, 1947

EXHIBIT D

Maintenance Machinery, Stoves, Heaters, Etc.	$ 2,761.00	
Household Equipment & Supplies, Beds, Linens, Etc.	5,795.00	
Recreational Equipment	580.00	
Farm Livestock for use	1,925.00	
Farm Machinery & Equipment	6,316.00	
TOTAL		$ 17,377.00

EXHIBIT E

NAZARETH ORPHANS HOME
CARMICHAEL, NORTH CAROLINA
PLANT ACCOUNT INVESTMENTS
DECEMBER 31, 1947

LAND		
295 Acres at	$ 100.00	$ 29,500.00
BUILDINGS		
The Lyerly Building for Boys	$ 50,000.00	
The Payne Building for Girls	80,000.00	
The Superintendents Home	10,000.00	
The Nellie Whitner Laundry	4,000.00	
Heating Plants & Sanitary Equipment	3,560.00	
TOTAL INSTITUTIONAL BUILDINGS		147,560.00
FARM BUILDINGS		
Hood Cottage (Farmers Home)	$ 4,000.00	
1 - 12 Cow Dairy Barn	2,500.00	
1 Horse & Cattle Barn	2,200.00	
1 - 2 Story Grainery	600.00	
1 - Implement Shed	600.00	
Garage & Tractor Shed	1,000.00	
Potato Cure House	200.00	
1 - Hen House	200.00	
2 - Brodders and Houses	200.00	
9 - Hog Houses	150.00	
TOTAL		11,650.00
TOTAL		$ 188,710.00

EXHIBIT F

NAZARETH ORPHANS HOME
GRESCHAM, NORTH CAROLINA
ENDOWMENT FUND INVESTMENTS
DECEMBER 31, 1947

GENERAL ENDOWMENT	KIND	NO. OF SHARES	COST
1 American Bemberg Corp.	Com.	200	$ 4,375.00
2 American Tobacco Co.	Com. B	294	14,314.00
3 Bird & Sons, Inc.	Com.	200	4,975.00
4 Boston Woven Hose & Rubber Co.	Com.	100	4,650.00
5 Burd Piston Ring Co.	Com.	100	1,575.00
6 Burry Biscuit Corp.	Pfd.	100	2,650.00
7 Chadbourn Hosiery Mills	Pfd.	200	10,450.00
8 Cleveland Cliffs Iron Co.	Pfd.	40	3,840.00
9 Cleveland Cliffs Iron Co.	Pfd.	25	2,437.50
10 Cleveland Cliffs Iron Co.	Com.	40	0.
11 Cleveland Cliffs Iron Co.	Com.	25	0.
12 The Home Insurance Co.	Com.	200	5,975.00
13 Interstate Aircraft & Engineering Corp.	Com.	200	5,300.00
14 Kingham & Co.	Pfd.	20	1,710.00
15 Landers, Frary & Clark	Capt.	75	2,775.00
16 Lexington Grocery Co.	Pfd.	5	500.00
17 New Britain Machine Co.	Com.	100	3,650.00
18 R. J. Reynolds Tob. Co.	Com. B.	116	3,886.00
19 Savannah Sugar Refining Corp.	Capt.	50	2,087.50
20 State Loan Co.	Pfd.	25	2,500.00
21 The Silex Company	Com.	100	2,375.00
22 Textiles, Inc.	Pfd.	200	3,900.00
TOTAL STOCKS			$ 83,925.00

BONDS	INTEREST	ISSUED	MATURITY	
U. S. Treasury	2 1/2	2- 1-44	12-15-65/70	$ 2,000.00
U. S. Treasury	2 1/2	4-15-43	6-15-64/69	5,000.00
U. S. Treasury	2 1/2	9-15-43	12-15-64/69	5,000.00
Ill. Central Ry.	4 ½	12- 1-43	12- 1-63	1,836.25
TOTAL BONDS				$ 13,836.25

NOTES & MORTGAGES				
Glenn E. Poplin & Wife Annie Lee Poplin	6 %	2- 4-47	2- 4-49	1,500.00

TOTAL INVESTMENTS GENERAL ENDOWMENT $ 99,261.25

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INVESTMENTS, J. T. BRODRICK, ANNUITY FUND
DECEMBER 31, 1947

EXHIBIT G

STOCKS	KIND	NO. OF SHARES	MARKET	COST
American Anka	Com.	50		$ 4,175.00
Bethlehem Steel	Com.	50		4,282.41
The Chase National Bank	Capt.	100		3,675.00
The Champion Paper & Fiber Co.	Com.	100		2,381.21
International Cellucotton	Capt.	50		1,450.00
Keystone Custodian Fund	Series B-3	200		3,632.00
Keystone Custodian Fund	Series K-1	200		3,910.00
Keystone Custodian Fund	Series S-2	100		1,511.00
Kroger Company	Com.	100		4,799.44
Shuford Mills	Com.	111		1,637.25
Federal Saving & Loan Ass'n				5,000.00
TOTAL STOCKS				$ 36,453.31

REAL ESTATE MORTGAGE LOANS		DATE	DUE		
Albert H. Shank & Wife Mary Shank	6%	9-13-47	9-13-49	$ 1,100.00	$ 1,100.00
S. H. Burleyson & Wife Verona Burleyson	6%	8-20-47	9-13-50	1,500.00	1,500.00
TOTAL LOANS					$ 2,600.00
TOTAL FUNDS INVESTED					$ 39,053.31

NOTE
Uninvested Cash in Savings Account
Bank of Rockwell $ 2,946.69

EXHIBIT H

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
SOURCE OF ENDOWMENT FUNDS

A. L. Shuford	$ 2,000.00	
Stanback Fund	8,200.00	
Emma J. Fouse	456.29	
Mary J. Keller	278.72	
First Church, High Point	1,000.00	
W. G. Hinkle Estate	1,000.00	
Amanda C. Fry Estate	1,035.99	
William A. Schull Estate	1,448.05	
TOTAL		$ 15,419.05

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
RECONCILIATION OF ACCOUNT WITH BANK OF ROCKWELL
DECEMBER 31, 1947

SCHEDULE 1
SHEET 1

12-31-47 BALANCE PER BANK			$ 5,951.63	
ADD: Deposits in Transit	1-2-48	$ 3,093.62		
	1-2-48	922.20		
	1-2-48	604.70		
	1-2-48	1,050.27		
	1-3-48	2,066.24		
	1-6-48	508.12		
TOTAL			8,245.15	
TOTAL				$ 14,196.78
CHECKS ISSUED & OUTSTANDING	DATE	NUMBER	AMOUNT	
Geo. T. Holshouser	12-31-47	5168	$ 8.90	
B & T. Food Lockers	12-31-47	5169	13.60	
Rockwell Milling Co.	12-31-47	5170	57.70	
Barger Lingle Co.	12-31-47	5171	72.44	
Service Oil Company	12-31-47	5172	365.50	
Drys Shoe Shop	12-31-47	5173	74.52	
J. R. Corneluis	12-31-47	5174	90.40	
Thomas & Howard Co.	12-31-47	5175	241.28	
L. E. Sides Treas.	12-31-47	5176	35.58	
Rowan Printing Company	12-31-47	5177	1.85	
Reliance Fruit & Produce Co.	12-31-47	5178	27.55	
Salisbury Sporting Goods Co.	12-31-47	5179	44.45	
Fisher Thompson Hdw. Co.	12-31-47	5180	9.99	
Frick Co., Inc.	12-31-47	5181	5.70	
C. N. Barrier	12-31-47	5182	29.00	
Bamby Bakers	12-31-47	5183	41.18	
Belk Harry Co.	12-31-47	5184	37.35	
Lingle Electric Shop	12-31-47	5185	14.50	
The Heidelberg Press	12-31-47	5186	40.00	
Rockwell School Lunch	12-31-47	5187	192.00	
Big Star Market	12-31-47	5188	25.68	
Mrs. Vergil Lyerly	12-31-47	5189	6.00	
Rev. A.H. Schmenszer, Tres.	12-31-47	5190	10.00	
Miss Edna Huneycutt	12-31-47	5191	70.30	
Mrs. Robert Huneycutt	12-31-47	5192	70.30	
Miss Ann Brown	12-31-47	5193	70.30	
Bill Brooks	12-31-47	5194	82.50	
Mrs. Adam Lyerly	12-31-47	5195	60.00	
Thomas L. Moose	12-31-47	5196	229.37	
Duke Power Company	12-31-47	5197	50.24	
Rowan Telephone Co.	12-31-47	5198	5.72	
George H. Moose	12-31-47	5199	120.00	
Tractor Fund	12-31-47	5200	1,000.00	3,194.89
NET BALANCE				$ 11,001.89

BALANCE FOR BANK $ 1,250.52

TOTAL CURRENT FUND $ 12,252.41

NAZARETH ORPHANS HOME
CHESCOMT, SOUTH CAROLINA
RECEIPTS & DISBURSEMENTS ENDOWMENT FUNDS
YEAR ENDED DECEMBER 31, 1947

SCHEDULE 2

RECEIPTS			
Interest on Savings Account		$ 30.10	
W. C. Hinkle Estate		1,000.00	
Collection of Notes, J.T.Hedrick Annuity			
J. T. Hedrick Estate	$ 41,000.00		
Current Fund Tractor Account	1,000.00	42,000.00	
Amanda C. Fry Estate		1,035.99	
William A. Schell Estate		1,448.05	
Clara & Verna Lentz		25.00	
TOTAL RECEIPTS		$ 45,539.14	
Balance in Account 12-31-46		9,711.66	
TOTAL AVAILABLE FUNDS			$ 55,250.80
DISBURSEMENTS			
Cleveland Cliffs Iron Co. 25 Shrs	$ 2,437.50		
Glenn A. Poplin & Wife			
Annie Lee Poplin Real Estate Mtg.	1,200.00		
New Britain Machine Co. 100 Shrs	3,650.00		
Savannah Sugar Refining Co. 50 Shrs	2,087.50		
TOTAL GENERAL ENDOWMENT		$ 9,675.00	
INVESTMENTS J. T. HEDRICK ANNUITY FUND			
Shuford Burleyson Real Estate Mtg.	$ 1,500.00		
Fed. Savings & Loan Assn.	5,000.00		
Champion Paper & Fiber Co. 100 Shrs	2,381.21		
Kroger Company 100 Shrs	4,799.44		
Bethlehem Steel Co. 50 Shrs	4,202.41		
Keystone Custodian Funds K-1 200 Shrs	3,110.00		
Keystone Custodian Funds S-2 100 Shrs	1,511.00		
Keystone Custodian Funds B-3 200 Shrs	3,632.00		
A. H. Shank & Wife Real Estate Mtg.	1,100.00		
American Enka 50 Shrs	4,175.00		
International Cellucotton 50 Shrs	1,450.00		
Chase National Bank 100 Shrs	3,675.00		
Shuford Mills 111	1,637.25		
TOTAL		39,053.31	
TOTAL DISBURSEMENTS			$ 48,728.31
JANUARY 3, 1948 BALANCE IN SAVINGS ACCOUNT			6,522.49
TOTAL			$ 55,250.80

NAZARETH ORPHAN HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1948

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHAN HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

January 20, 1949

Mr. J. T. Fesperman
Chairman, Board of Directors
Nazareth Orphan Home
Crescent, North Carolina

Dear Mr. Fesperman:

We have made an examination of the books and records of J. Yorke Peeler, Treasurer of Nazareth Orphan Home and submit herewith our report consisting of nine (9) Exhibits and two (2) supporting Schedules.

On Exhibit A we have set up a consolidated balance sheet of all funds showing the assets of your organization against which we have not set up any liabilities although we are advised that there is outstanding an amount due on account of repairs on the buildings.

The sundry house and farm equipment is shown in detail on the audit report of December 31st, 1947 and there appears to be no change thereon and therefore the detail is not shown.

We have gone to some little trouble to set up the specific bequests for the plant and for endowment and these specific bequests are shown in detail on Exhibit H and I. As a basis for setting up these specific bequests we used a publication of the Orphanage which appears to have been put out about July 1st, 1945 and to these items set forth in that booklet we have added the contributions made subsequent to that date. It is not anticipated to include this complete list in future reports, but that permanent record be made on the books of the organization so that the information would be obtainable at any time. Reference of course would be made to any contributions made during any specific year.

The receipts and disbursements are shown in summary on Exhibit B, and Exhibit E. These two Exhibits are provided for a quick look at the entire picture of the orphanage and the details are shown on subsequent Exhibits.

Exhibit C shows the financial situation by funds. The investments of stocks and bonds in the endowment fund are detailed on Exhibits F and G.

Exhibit D shows the changes in surplus during the year.

Exhibit E shows the operations for the year detailing the various kinds of expenses, and also income, specific reference being made to other contributions and donations which are detailed on Schedule 2. It will be noted that the expenses for the year exceed income in the amount of $ 6,707.92. The main cause for this excess is brought about by replacement and repairs on the buildings.

All other Schedules and Exhibits are in our opinion self-explanatory.

In our opinion and subject to the above comments, the accompanying balance sheet and related statements of income and surplus present fairly the position of the Nazareth Orphan Home at December 31st, 1948 and the results of its operation for the year ended at the above date, and conforms to generally accepted accounting principles applied on a basis consistent with the preceding year.

Respectfully submitted,

Thos P Zum Brunnen

Thos. P. Zum Brunnen
Certified Public Accountant

tpz/mtc

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1948

EXHIBIT A

ASSETS

Cash on Hand, Current Fund	$ 2,848.36	
Cash on Hand, Endowment	4,966.40	
Cash on Hand, Hedrick Annuity	588.69	
TOTAL CASH		$ 8,403.45
Prepaid Insurance	$ 305.48	
Provisions on Hand	650.00	
TOTAL		955.48
Sundry House & Farm Equipment for Use		17,377.00
Plant, Land, and Buildings		188,710.00
Investments, General Endowment		104,958.03
Investment, Hedrick Annuity		41,411.31
TOTAL ASSETS		$ 361,815.27

FUND SOURCES

Student Loan Fund	$ 1,125.00	
L.A. Corriher Machinery Fund	3,000.00	
Specific Bequests for Plant	34,461.58	
Specific Bequests for Endowment	80,822.06	
J. T. Hedrick Annuity Fund	42,000.00	
Sundry Gifts and Accumulations	200,406.63	
TOTALS		361,815.27

EXHIBIT B

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS & DISBURSEMENTS
YEAR ENDED DECEMBER 31, 1948

RECEIPTS		
Contributions from Religous Organizations	$ 16,132.61	
Contributions from Civic Organizations	80.00	
Duke Endowment	1,651.09	
Legacies for Current Funds	900.00	
Parents, Guardians and Relatives	2,042.73	
Other contributions and Donations	3,947.94	
Income from Investments	4,801.65	
Income from Hedrick Annuity	2,237.80	
Sale of Farm Products	1,515.93	
Interest	32.60	
Endowment Funds Received	4,226.83	
Notes and Mortgages collected	892.00	
TOTAL		$ 38,461.18
CASH ON HAND DECEMBER 31, 1947		18,774.90
TOTAL		$ 57,236.08
DISBURSEMENTS		
Administrative Expense, Salaries, Ins. etc.	$ 3,278.56	
Household Expense Food, Clothing, etc	13,217.88	
Health	615.27	
Education	979.50	
Fuel, Light, Power, Repairs, etc.	13,897.63	
Farm, Feed, Fertilizer, etc.	6,654.50	
Hedrick Annuity	1,242.51	
Stocks Purchased	8,946.78	
TOTAL DISBURSEMENTS		$ 48,832.63
CASH IN BANKS DECEMBER 31, 1948		8,403.45
TOTAL		$ 57,236.08

EXHIBIT C

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET
DECEMBER 31, 1948

ASSETS	SCHEDULE OR EXHIBIT		
1. CURRENT FUND			
Cash in Banks	1	$ 2,848.36	
Prepaid Insurance		305.48	
Provisions on Hand		650.00	
Sundry Equipment		17,377.00	
TOTALS			$ 21,180.84
11 PLANT			
Land		$ 29,500.00	
Buildings		147,560.00	
Farm Buildings		11,650.00	
TOTALS			188,710.00
111 ENDOWMENT FUNDS			
Cash in Banks	1	$ 5,555.09	
Stocks, Bonds and Mortgages	F	104,958.03	
Stocks and Mortgages, J. T. Hedrick Annuity	G	41,411.31	
TOTALS			151,924.43
TOTAL ASSETS			$ 361,815.27

LIABILITIES AND FUND SOURCES	SCHEDULE OR EXHIBIT		
1. CURRENT FUND			
Student Loan Fund		$ 1,125.00	
L. A. Corriher Machinery Fund		3,000.00	
Other Donations and Surplus		17,055.84	
TOTALS			$ 21,180.84
11. PLANT			
Specific Bequests	H	$ 34,461.58	
Gifts and Accumulations		154,248.42	
TOTAL			188,710.00
111 ENDOWMENT FUNDS			
J. T. Hedrick, Annuity Fund		$ 42,000.00	
Specific Bequests	I	80,822.06	
Sundry Gifts and Accumulations		26,274.42	
From Current Fund		2,827.95	
TOTALS			151,924.43
TOTALS			$ 361,815.27

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF SURPLUS
YEAR ENDED DECEMBER 31, 1948

EXHIBIT D

SURPLUS BALANCE DECEMBER 31, 1947		$ 25,504.41
ADDITIONS:		
Adjustment for Inventory	$ 800.00	
Adjustment for Prepaid Insurance	287.30	
TOTAL ADDITIONS		1,087.30
TOTAL		$ 26,591.71
DEDUCTIONS		
Excess of Expenses over Income, Exhibit E	$ 6,707.92	
Current funds used for Purchase of Stock	2,827.95	
TOTAL		9,535.87
SURPLUS BALANCE DECEMBER 31, 1948		$ 17,055.84

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
INCOME & EXPENSE
YEAR ENDED DECEMBER 31, 1948

EXHIBIT E
SHEET 1

INCOME			
Contributions from Religious Organizations		$ 16,132.61	
Contributions, Civic Organizations		80.00	
Duke Endowment		1,651.09	
LEGACIES			
Hickory Mfg. Co.	$ 200.00		
Tom & Fred Stanback	700.00	900.00	
Parents, Guardians and Relatives		2,042.73	
Income from Endowment Investments	4,801.65	4,801.65	
Income from Hedrick Annuity Investments		2,237.80	
Other Contributions and Donations		3,947.94	
Food Clothing and Fees donated		1,350.00	
Sale of Farm & Dairy Products		1,515.93	
TOTAL INCOME			$ 34,659.75
EXPENSES			
ADMINISTRATIVE			
Salaries	$ 1,595.00		
Office Supplies	149.11		
Telephone and Telegraph	124.16		
Insurance	533.02		
Payments on Hedrick Annuity	1,242.51		
Conference Expense and Dues	385.22		
Finance and Publicity Expense	473.87		
TOTAL ADMINISTRATIVE		$ 4,502.89	
HOUSEHOLD EXPENSES			
Salaries and Wages	$ 4,065.40		
Food	5,416.95		
Food Donated and Used	650.00		
Clothing and Toilet Accessories	2,056.50		
Clothing Donated and Used	400.00		
Laundry	271.29		
Household Supplies	1,369.53		
Recreation	183.21		
Miscellaneous	5.00		
TOTAL HOUSEHOLD EXPENSES		14,417.88	
HEALTH			
Professional Fees Donated	$ 300.00		
Hospitals	294.02		
Supplies	321.25		
TOTAL HEALTH		915.27	
TOTALS FORWARDED		$ 19,836.04	$ 34,659.75

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
INCOME & EXPENSE
YEAR ENDED DECEMBER 31, 1948

EXHIBIT E
SHEET 2

BROUGHT FORWARD		$ 19,836.04	$ 34,659.75
EDUCATION			
Salaries	$ 304.25		
Supplies	583.47		
Student Council	6.50		
Miscellaneous	16.00		
Apportionment	69.28		
TOTAL EDUCATION		979.50	
PLANT OPERATION AND MAINTENANCE			
Salaries and Wages	$ 120.00		
Fuel, Light and Power	2,132.99		
Replacement and Repairs	11,569.64		
Auto Expense	17.50		
Travel Expense	57.50		
TOTAL PLANT OPERATION & MAINTENANCE		13,897.63	
FARM, DAIRY AND GARDEN			
Salaries and Wages	$ 1,863.83		
Supplies	3,347.35		
Replacement and Repairs	870.39		
Replacement of Livestock	290.00		
Other Miscellaneous Expenses	282.93		
TOTAL FARM, DAIRY AND GARDEN		6,654.50	
TOTAL EXPENSES			41,367.67
EXPENSES IN EXCESS OF INCOME			$ 6,707.92

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF STOCKS
DECEMBER 31, 1948

EXHIBIT F

GENERAL ENDOWMENT:	KIND	NUMBER OF SHARES	COST
American Bemberg Corporation	Common	200	$ 4,375.00
American Tobacco Company	Common B	194	14,314.00
Bird and Sons, Inc.	Common	200	4,975.00
Boston Woven Hose & Rubber	Common	100	4,650.00
Burd Piston Ring Company	Common	100	1,575.00
Berry Biscuit Corporation	Preferred	100	2,650.00
Cannon Mills Company	Common B	50	1,955.22
Chadbourn Hosiery Mills	Preferred	200	10,450.00
Cleveland - Cliffs Iron Company	Preferred	40	3,840.00
Cleveland - Cliffs Iron Company	Preferred	25	2,437.50
Cleveland - Cliffs Iron Company	Common	40	0.
Cleveland - Cliffs Iron Company	Common	25	0.
The Home Insurance Company	Common	200	5,975.00
Interstate Engineering Company	Common	300	5,300.00
Kingham and Company	Preferred	20	1,710.00
Landers, Prary and Clark	Common	75	2,775.00
Lexington Grocery Company	Preferred	5	500.00
New Britain Machine Company	Common	100	3,650.00
National City Bank of New York	Common	100	3,841.56
R. J. Reynolds Tobacco Company	Common B.	116	3,886.00
Savahnah Sugar Refining Company	Common	50	2,087.50
Silex Company	Common	100	2,375.00
State Loan and Finance Corporation	Preferred $25.00	100	2,500.00
State Loan and Finance Corporation	Common no par	25	0.
Textiles, Inc.	Preferred	200	3,900.00
TOTAL STOCKS			$ 89,721.78

BONDS	INTEREST	ISSUED	MATURITY	COST
U.S. Treasury	25	2- 1-44	12-15-65/70	$ 2,000.00
U.S. Treasury	25	4-15-43	6-15-64/69	5,000.00
U.S. Treasury	2.5	9-15-43	12-15-64/69	5,000.00
Illinois Central Railway	4.5	12- 1-63	12- 1-63	1,836.25
TOTAL BONDS				$ 13,836.25

NOTES AND MORTGAGES				
Glen E. Poplin and Wife Annie Lee Poplin	6.	2- 4-47	2- 4-49	$ 1,400.00

TOTAL INVESTMENTS GENERAL ENDOWMENT $ 104,958.03

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
INVESTMENTS J. T. HEDRICK ANNUITY FUND
DECEMBER 31, 1948

EXHIBIT G

STOCKS:	KIND	NUMBER OF SHARES	MARKET	COST
American Enka	Common	50		$ 4,175.00
Bethlehem Steel Corporation	Common	150		4,282.41
Chase National Bank	Common	100		3,675.00
Champion Paper and Fiber	Common	100		2,381.21
International Cellucotton	Common	50		1,450.00
Keystone Custodian Fund	B-3	200		3,632.00
Keystone Custodian Fund	K-1	200		3,910.00
Keystone Custodian Fund	S-2	100		1,511.00
Kroger Company	Common	100		4,799.44
Shuford Mills	Common	111		1,637.25
Federal Savings and Loan				5,000.00
Wachovia Bank & Trust	Common	50		3,150.00
TOTAL STOCKS				$ 39,603.31

REAL ESTATE MORTGAGE & LOANS	INTEREST	ISSUED	DUE	AMOUNT
Albert H Shank & Wife Mary Shank	6	7-13-47	9-13-49	$ 308.00
S. H. Burlyson and Wife Verona Burleyson	6	8-20-47	9-13-50	1,500.00
TOTAL LOANS				$ 1,808.00
TOTAL FUNDS INVESTED				$ 41,411.31

NOTE:
Uninvested Cash $ 588.69

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR BUILDING & PLANT FUND
DECEMBER 31, 1948

EXHIBIT H

GENERAL BUILDING & PLANT FUND	YEAR OF BEQUEST	AMOUNT	
Jacob J. Fouse	1940	$ 2,789.08	
Emma J. Fouse	1940	1,581.25	
Margaret S. Hood	1913	1,000.00	
Mrs. John L. Lyerly	1942	2,000.00	
Joe Ben & Minnie Swing	1941	1,077.74	
Three Friends Philadelphia, Pa. Hood Fund	1913	500.00	
Three Friends, Fredricksburd, Md. Hood Fund	1913	500.00	
John L. Weaver	1940	250.00	
TOTAL			$ 9,698.07
LYERLY BUILDING			
David Ambler Fund	1914	$ 1,395.00	
Mellville E. Doll	1914	500.00	
Charles H. Guetelur	1914	190.00	
Sarah J. Leiphart	1937	1,400.00	
Mary A. Woodring	1914	159.60	
TOTAL			3,644.60
PAYNE BUILDING			
Mr. and Mrs. D. T. Payne	1922	$ 13,438.24	
Mary A. Santee "Santee Dining Hall"	1924	5,000.00	
TOTAL			18,438.24
LAUNDRY			
Lucindia A. Beyerly	1932		680.67
SUPERINTENDENTS HOME			
Robert Lefler	1927		2,000.00
TOTALS			$ 34,461.58

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENT
DECEMBER 31, 1948

EXHIBIT I
SHEET 1

Mrs. S. F. Abernathy	Memorial	$	5.00
Mrs. J. F. Abernathy	Memorial		12.00
Dr. Paul B. Barringer			200.00
Mrs., Dr. A. B. Byerly			2,000.00
A. P. Brown			1,000.00
D. L. Correll			300.00
W. E. Conrad			100.00
Arthur P. Dechart			1,901.50
Joe Deal	Memorial		75.00
Mac Earnhardt			5.00
Mrs. Emma J. Fouse			2,843.79
Dr. Moses A. Foil			200.00
Dr. John A. Foil			400.00
Martha Lula Fry			100.00
Titus A. Fluck			200.00
Amanda C. Fry Estate			1,035.99
Fesperman Bible Class			1,487.37
R. A. Grimes, estate	Memorial		5.00
Ben F. Green	Memorial		5.00
Mrs. Laura Hoffman Hodger			2,000.00
David H. Hinkle			500.00
E. T. Hedrick Bible Class			5,000.00
Mary J. Keller			278.72
Sarah J. Leiphart			6,776.24
R. L. Leonard			500.00
Florence Leonard			1,000.00
Clara & Venna Lentz	Memorial		25.00
K. A. Link			10.00
J. M. May			2,500.00
M. L. Mantz			2,395.00
John H. Moose			100.00
Mrs. Jennie McNarie	Memorial		155.00
Mrs. J. A. McCombs			32.02
Charles M. Owens			100.00
W. M. Overcash			10,630.49
Sallie A. Prizer			125.00
J. Yorke Peeler			200.00
Mrs. J. W. Peeler	Memorial		25.00
M. C. Rhodes			2,000.00
Joe E. & Minnie Swing			1,350.00
Shuford Mills			10,000.00
A. Alex Shuford			3,000.00
Fred and Tom Stanback			10,000.00
Adrian L. Shuford			3,000.00
FORWARD		$	73,578.12

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENT
DECEMBER 31, 1948

EXHIBIT I
SHEET 2

BROUGHT FORWARD		$ 73,578.12
Sarah J. Schwenk		300.00
Wm. A. Schall		1,411.44
Mrs. C. E. Shuford, Estate		100.00
Ida C. Thompson		425.00
Mrs. L. C. Troxler	Memorial	7.50
Elder and Mrs. George A. Wood		5,000.00
TOTAL		$ 80,822.06

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
CASH IN BANKS
DECEMBER 31, 1948

SCHEDULE 1

CURRENT FUND		
Bank of Rockwell	$ 1,199.36	
Security Bank and Trust Co., Salisbury	1,649.00	
TOTAL		$ 2,848.36
ENDOWMENT FUND		
Bank of Rockwell, Savings Account	$ 1,555.09	
Security Bank & Trust, Savings Account	4,000.00	
TOTAL		5,555.09
TOTAL CASH		$ 8,403.45

NAZARETH ORPHAN HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF OTHER INCOME
YEAR 1948

SCHEDULE 2

Miscellaneous	$ 4.65	
W. R. Weaver	10.00	
C. M. Dehmart, Miami	5.00	
Marie Thomason	36.09	
R. Lee Wright	20.00	
J. M. Andrews	25.00	
Beulah Bost	25.00	
Mrs. R. J. Plyler	5.00	
Cannon Foundation	1,000.00	
A. Alex Shuford	1,000.00	
G. A. Batey	5.00	
Joseph Cannon Trust Fund	254.20	
Ruth Barringer	15.00	
Lenoir Furniture Corporation, Thru Zion Church, Lenoir	400.00	
White Packing Company	1,000.00	
George McCorkle	15.00	
A. W. Barkley	10.00	
Rev. C. P. Wehr	5.00	
Cone Foundation	100.00	
Flora Melchoir	3.00	
Howard Selfridge	5.00	
Frank Kneutry	5.00	
TOTAL		$ 3,947.94

NAZARETH ORPHANS' HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1949

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS' HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

February 25, 1950

Mr. William C. Lylerly
Chairman, Board of Directors
Nazareth Orphans' Home
Crescent, North Carolina

Dear Mr. Lylerly:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of Nazareth Orphans' Home and submit herewith our report consisting of eight (8) Exhibits and three (3) supporting Schedules.

On Exhibit A we have set up a consolidated Balance Sheet of all funds showing the assets of your organization against which we have set up liabilities and the source of funds. We believe that there is still an outstanding amount due on account of repairs to some of the buildings, but do not have the amounts at hand.

On Exhibit B we have shown in summary cash receipts and disbursements for the year. Further details as to disbursements are shown on Exhibit D.

Exhibit C shows a balance sheet by funds, that is, the current operating fund, plant fund and the endowment fund. The current fund we have set up as a liability a reserve for annuity payments. This represents the amount received on the J. T. Hedrick Annuity from July 1 to December 31, since this amount less the $125 retainable by the Orphange being payable to the beneficiaries under the annuity agreement, this payment to be made in January 1950. This departs a little bit from our procedure a year ago when this liability was not set up.

Certain of the detailed Schedules which appeared in last years audit with reference to specific bequests have not been included in this years audit. The only specific bequests being included in this years audits are those which were made during the year 1949.

Exhibit D shows the changes in current funds surplus during the year.

Exhibit E shows the operating revenue and expenses during the year under review.

During the year the following stocks were sold:

100 Burd Piston Rings
100 Burry Biscuit
100 Silex Company

This stock had been carried on your books as having a value of $6,600.00, whereas the sale price amounted to only $1,868.07 which, therefore, reduced the gifts and accumulations by the amount of $4,732.13.

All other Schedules and Exhibits are in our opinion self-explanatory.

Respectfully submitted,

Thos. P. Zum Brunnen

Thos. P. Zum Brunnen
Certified Public Accountant

TPZ:lk

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1949

EXHIBIT A

ASSETS		
Cash in Bank , Current Fund	$ 3,350.70	
Cash in Bank, Endowment Fund	565.68	
Cash in Bank, Hedrick Annuity	100.31	
TOTAL CASH		$ 4,016.69
Prepaid Insurance	$ 730.87	
Provisions on Hand	650.00	
TOTAL		1,380.87
Sundry House & Farm Equipment for Use	$ 17,377.00	
Plant Land & Buildings	189,437.59	
Investments General Endowment	114,297.10	
Investments Hedrick Annuity	41,899.69	
TOTAL		363,011.38
TOTAL ASSETS		$ 368,408.94
LIABILITIES		
Annuities Payable	$ 1,132.85	
Notes Payable	4,000.00	
TOTAL LIABILITIES		5,132.85
FUND SOURCES		
Student Loan Fund	$ 1,125.00	
L. A. Corriher Machinery Fund	3,000.00	
Specific Bequests Plant Fund	34,461.58	
Specific Bequests Endowment Fund	90,485.54	
J. T. Hedrick Annuity Fund	42,000.00	
Sundry Gifts and Accumulations	192,203.97	
TOTAL		363,276.09
TOTAL LIABILITIES & FUND SOURCES		$ 368,408.94

EXHIBIT B

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS & DISBURSEMENTS
YEAR ENDED DECEMBER 31, 1949

RECEIPTS		
Contributions from Religous Organizations	$ 16,078.51	
Contributions from Civic Organizations	322.11	
Duke Endowment	1,781.19	
Legacies for Current Funds	103.75	
Parents Relatives & Guardians	1,844.99	
Other contributions & Donations	3,501.80	
Income from Investments	5,116.58	
Income from Hedrick Annuity Investments	2,382.13	
Sale of Farm Products	857.19	
Borrowed Money	4,000.00	
Sale of Stock	1,868.07	
Endowment Funds	4,971.18	
Notes & Mortgages Collected	858.00	
TOTAL RECEIPTS		$ 43,685.50
Cash on Hand 12-31-48		8,403.45
TOTAL		$ 52,088.95
DISBURSEMENTS		
Administrative Expense Salaries, Ins. etc.	$ 3,899.86	
Household Expense, Food Clothing etc.	11,722.54	
Health	441.65	
Education	797.12	
Fuel, Light, Repairs, etc.	9,030.07	
Farm, Feed, Fertilizer, etc.	7,093.90	
Hedrick Annuity	2,074.08	
Fire Fighting Equipment	727.59	
Investments	12,285.45	
TOTAL		48,072.26
CASH IN BANKS 12-31-49		4,016.69
TOTALS		$ 52,088.95

EXHIBIT C

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET
DECEMBER 31, 1949

ASSETS	SCHEDULE OR EXHIBIT		
I CURRENT FUND			
Cash in Banks	1	$ 3,350.70	
Prepaid Insurance		730.87	
Provisions on Hand		650.00	
Sundry Equipment		17,377.00	
TOTAL			$ 22,108.57
II PLANT			
Land		$ 29,500.00	
Buildings		147,560.00	
Farm Building		11,650.00	
Fire Fighting Equipment		727.59	
TOTAL			189,437.59
III ENDOWMENT FUNDS			
Cash in Bank	1	$ 665.99	
Stocks, Bonds & Mortgages	F	114,297.10	
Stocks & Mortgages J.T. Hedrick Annuity	G	41,899.69	
Due from Current Funds		300.70	
TOTAL			157,163.48
TOTAL ASSETS			$ 368,709.64

LIABILITIES & FUND SOURCES	SCHEDULES OR EXHIBITS		
I CURRENT FUNDS			
Student Loan Fund		$ 1,125.00	
L. A. Corriher Machinery Fund		3,000.00	
Notes Payable		4,000.00	
Others Donations & Surplus		12,550.02	
Due Endowment Funds		300.70	
Reserve for Annuity Payments		1,132.85	
TOTAL			$ 22,108.57
II PLANT			
Specific Bequests		$ 34,461.58	
Gifts & Accumulations		154,976.01	
TOTAL			189,437.59
III ENDOWMENT FUNDS			
J. T. Hedrick Annuity Fund		$ 42,000.00	
Specific Bequests		90,485.54	
Sundry Gifts & Accumulations		21,845.99	
From Current Funds		2,831.95	
TOTAL			157,163.48
TOTAL FUNDS & LIABILITIES			$ 368,709.64

EXHIBIT D

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF SURPLUS CURRENT FUND
YEAR ENDED DECEMBER 31, 1949

Surplus 12-31-48		$ 17,055.84
DEDUCTIONS		
Excess of Expenses over Revenue Exhibit E	$ 3,778.23	
Fire Fighting Equipment bought with current funds	727.59	
TOTAL		4,505.82
SURPLUS 12-31-49		$ 12,550.02

EXHIBIT E
SHEET 1

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
INCOME & EXPENSES
YEAR ENDED DECEMBER 31, 1949

INCOME			
Contributions from Religious Organizations		$ 16,078.51	
Contributions from Civic Organizations		322.11	
Duke Endowment		1,781.19	
Legacies		103.75	
Parents, Relatives & Guardians		1,844.99	
Food Clothing Fees etc., Donated		2,600.00	
Other contributions & Donations		3,501.80	
Income from Investments		5,116.58	
Income from Hedrick Annuity Investments		1,249.28	
Sale of Farm Products		857.19	
TOTAL INCOME			$ 33,455.40
EXPENSES			
Administrative			
Salaries	$ 1,954.60		
Office Supplies	86.67		
Telephone & Telegraph	142.01		
Insurance	192.82		
Interest on Short Term Loans	30.00		
Interest on Annuity	2,074.08		
Conference Expense & Dues	285.80		
Finance & Publicity	782.37		
TOTAL		$ 5,548.35	
HOUSEHOLD EXPENSES			
Salaries & Wages	$ 4,110.90		
Food Donated	600.00		
Food	4,193.80		
Clothing Donated	300.00		
Clothing & Toilet Accessories	2,158.09		
Laundry	163.71		
Household Supplies	940.20		
Recreation	147.34		
Miscellaneous	8.50		
TOTAL		12,622.54	
HEALTH			
Salaries & Fees	$ 2.00		
Supplies	331.05		
Hospital	108.60		
TOTAL		441.65	
EDUCATION			
Salaries	$ 268.90		
Supplies	467.38		
Apportionment	60.84		
TOTAL		797.12	
TOTALS FORWARDED		$ 19,409.66	$ 33,455.40

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
INCOME & EXPENSES
YEAR ENDED DECEMBER 31, 1949

EXHIBIT E
SHEET 2

BROUGHT FORWARD		$ 19,409.66	$ 33,455.40
PLANT OPERATION & MAINTENANCE			
Salaries & Wages	$ 110.00		
Fuel, Light & Power	1,848.04		
Replacement & Repairs	7,017.03		
Replacements Donated	1,600.00		
Travel Expense	55.00		
TOTAL		10,630.07	
FARM DAIRY & GARDEN			
Salaries & Wager	$ 2,516.60		
Supplies Donated	100.00		
Supplies	3,582.91		
Replacement & Repairs	767.74		
Replacement of Live Stock	206.65		
Miscellaneous	20.00		
TOTAL		7,193.90	
TOTAL EXPENSES			37,233.63
EXPENSES IN EXCESS OF INCOME			$ 3,778.23

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
STOCKS, BONDS AND MORTGAGES
DECEMBER 31, 1949

EXHIBIT F

GENERAL ENDOWMENT	KIND	NO. OF SHARES	COST
STOCKS			
Beaunit Mills	Pref.	200	$ 4,375.00
American Tobacco Co.	New Com.	194	14,314.00
Bird & Sons, Inc.	Com.	200	4,975.00
Boston Woven Hose	Com.	100	4,650.00
Chadburn Hosiery Mills	Pref.	200	10,450.00
Cleveland Cliff Iron Co.	Pref.	40	3,840.00
Cleveland Cliff Iron Co.	Pref.	25	2,437.50
Cleveland Cliff Iron Co.	Com.	40	0
Cleveland Cliff Iron Co.	Com.	25	0
Home Insurance Co.	Com.	200	5,975.00
Interstate Engineering Co.	Com.	300	5,300.00
Kingham Co.	Pref.	20	1,710.00
Landers Frary & Clark	Com.	75	2,775.00
Lexington Grocery	Pref.	5	500.00
New Britain Machine Co.	Com.	100	3,650.00
R. J. Reynolds Tobacco Co.	Com. B	116	3,880.00
Savannah Sugar Refining Co.	Com.	50	2,087.50
State Loan & Finance Corp.	Com.	25	2,500.00
State Loan & Finance Corp.	6% Pref.	100	0
Textiles, Inc.	Pref.	200	3,900.00
National City Bank of N. Y.	Com.	100	3,841.56
Cannon Mills	Com. B	50	1,955.22
American Tel. & Tel.	Com	30	4,453.40
Home Building & Loan	Paid up	50	5,000.00
TOTAL			$ 92,575.18

BONDS	INT.	ISSUED	MATURITY	
U. S. Treas.	2.5	2- 1-44	12-15-65/70	$ 2,000.00
U. S. Treas.	2.5	4-15-43	6-15-64/69	5,000.00
U. S. Treas.	2.5	9-15-43	12-15-64/69	5,000.00
Ill. Cent. Ry.	4.5	12- 1-43	12- 1-63	1,836.25
Penn. Ry.	3.75		52	5,074.79
Standard Oil of N. J.	2.375		71	1,960.88
TOTAL BONDS				$ 20,871.92

MORTGAGES				
G. E. Poplin & Wife Annie L. Poplin	6.	2- 4-47	2- 4-49	$ 850.00
TOTAL GENERAL ENDOWMENT INVESTMENTS				$ 114,297.10

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
INVESTMENTS J. T. HEDRICK ANNUITY FUND
DECEMBER 31, 1949

EXHIBIT G

STOCKS	KIND	NO. OF SHARES	COST
American Enka	Com.	50	$ 4,175.00
Bethlehem Steel Corp.	Com.	150	4,282.41
Chase National Bank	Com.	100	3,675.00
Chase National Bank	Com.	23	796.38
Champion Paper & Fiber Co.	Com.	100	2,381.21
International Cellucotton	Com.	50	1,450.00
Keystone Custodian	B - 3	200	3,632.00
Keystone Custodian	K - 1	200	3,910.00
Keystone Custodian	S - 2	100	1,511.00
Kroger Gro.	Com.	100	4,799.44
Shuford Mills	Com.	111	1,637.25
Federal Savings & Loan	Com.		5,000.00
Wachovia Bank & Trust	Com.	50	3,150.00
TOTAL STOCKS			$ 40,399.69

MORTGAGES				
S. H. Burleyson & Wife Verona Burleyson	6%	8-20-47	7-13-52	$ 1,500.00
TOTAL INVESTMENTS				$ 41,899.69

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENTS
YEAR ENDED DECEMBER 31, 1949

EXHIBIT H

TOTAL AS SHOWN AT 12-31-48			$ 80,822.06
RECEIVED DURING 1949			
MEMORIALS			
Mrs. Kate Shuford Menzies	$ 10.00		
Matthias J. Peterson	10.00		
Mrs. H. W. Bost	3.00		
Marshall Rocket	45.00		
John W. Aiken	5.00		
W. W. Whetaker	5.00		
Richard C. Boyd	30.00		
TOTAL		$ 108.00	
OTHER			
T. L. Huffman Estate	$ 2,379.01		
Reading Trust Co.	61.37		
Fesperman Bible Class Greensboro	282.50		
Paul C. Barger	5,000.00		
Sale of Am. Tel. & Tel. Rights	32.60		
Laura Huffman	1,800.00		
TOTAL		$ 9,555.48	
TOTAL 1949 RECIPTS			$ 9,663.48
TOTAL AT 12-31-49			$ 90,485.54

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
CASH IN BANKS
DECEMBER 31, 1949

SCHEDULE 1

BANK OF ROCKWELL				
BALANCE PER BANK				$ 2,313.18
CHECKS OUT	DATE	NO.	AMOUNT	
T. R. Adams	12-28-49		$ 144.20	
Robert Davis	12-28-49		127.10	
Mrs. T. L. Moose	12-28-49		114.50	
Citizens National Bank	12-29-49		3.00	
TOTAL				388.80
BALANCE				$ 1,924.38
SECURITY BANK & TRUST CO.				
Balance per Bank & Books				1,426.32
CITIZENS NATIONAL BANK				
Balance per Bank			$ 662.99	
Deposit in Transit			3.00	
TOTAL				665.99
TOTAL CASH				$ 4,016.69

SCHEDULE 2

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
INSURANCE IN FORCE & PREMIUMS PREPAID
DECEMBER 31, 1949

	POLICY NO.	COVERAGE	AMOUNT	DATE OF ISSUE	EXPIRATION DATE	PREMIUM	PREPAID
GIRL'S DORMITORY							
Fed Mutual	564582	F & S	$ 5,000.00	5- 1-48	5- 1-51	$ 130.40	$ 57.88
Mutual Fire & Storm	29-61	F & S	25,000.00	4- 3-49	4- 3-50	37.50	9.55
Preferred Mutual	11220	F & S	5,000.00	6-10-49	6-10-52	137.50	115.03
N. C. Home Insurance Co.	20684	F & S	5,000.00	4-11-47	4-11-50	137.50	13.04
Holyoke Mutual	3981	F & S	5,000.00	4-30-47	4-20-50	137.50	14.46
Holyoke Mutual	26-10464	F & S	5,000.00	4-22-49	4-22-52	137.50	108.71
Penn Mutual	32 1579	F & S	4,000.00	4- 9-48	4- 9-51	126.02	54.90
BOY'S DORMITORY							
Firemans Fund	D 116894	F & S	6,000.00	8-22-47	8-22-50	165.00	36.25
Holyoke Mutual	26 6467	F & S	5,000.00	3- 5-48	3- 5-51	137.50	55.39
Mutual Fire & Store	29-62	F & S	10,000.00	4-29-49	4-29-50	15.00	4.85
Fed Mutual	629180	F & S	6,000.00	9-14-49	9-14-52	165.00	152.91
SUPERINTENDENT'S HOME							
Preferred Mutual	19889	F & S	4,500.00	11-23-49	11-23-52	60.75	60.29
Mutual Fire & Storm	29-63		2,500.00	4- 3-49	4- 3-50	3.75	.95
Farm Mutual Rowan			3,000.00				
BOILER, BOND & AUTO							
Maryland Casualty	93099405	Boiler	5,000.00	8-14-47	8-14-50	61.00	12.94
	761100	Bond		2-14-49	2-14-50	37.50	4.62
		Auto		8- 9-49	8- 9-50	48.06	29.10
FARM PLANT							
Rowan Mutual			11,165.00				
TOTAL							$ 730.87

SCHEDULE 3

NAZARETH ORPHANS' HOME
CRESCENT, NORTH CAROLINA
SUNDRY CONTRIBUTIONS FOR CURRENT FUND
YEAR ENDED DECEMBER 31, 1949

James W. Freeman	$ 50.00	
Miss Elsie Farmer	40.00	
Ivey Weavers	500.00	
A. M. Crowell	25.00	
Miss Mildred Rowe	10.00	
Miss Martha Fisher	50.00	
R. Lee Wright	10.00	
John T. Fesperman	5.00	
G. A. Battle	5.00	
W. T. Wall	10.00	
John Suther	5.00	
T. M. Stanback	300.00	
Fred Stanback	300.00	
Rockwell Casket Co.	2.40	
Andy J. Harwood	5.00	
A. Friend	5.00	
Flora Malchoir	3.00	
Hickory Mfg. Co.	200.00	
Textile Union of America	10.00	
J. E. Fisher	14.80	
W. C. Faust	10.00	
Joseph F. Cannon Trust Fund	290.60	
George McCorkle	15.00	
Virgil Spencer	1.00	
Lenoir Furniture	300.00	
Raney Motor Co.	25.00	
C. P. Weir	5.00	
Wade & Shuford	500.00	
Mrs. Vivian Clapp	100.00	
Joe Wright	425.00	
C. C. Graham	100.00	
Mr. & Mrs. C. E. Brady	50.00	
Minnie Jones Dorr	30.00	
Cone Foundation	100.00	
TOTAL		$ 3,501.80

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1950

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

April 2, 1951

Mr. W. C. Lyerly
Chairman, Board of Directors
Nazareth Orphans Home
Crescent, North Carolina

Dear Mr. Lyerly:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of Nazareth Orphans Home, and submit herewith our report consisting of nine (9) Exhibits and two (2) Supporting Schedules.

On Exhibit A we have set up a consolidated Balance Sheet of all Funds showing the Assets of your organization. Against the Assets we have set up the source of Funds since it does not appear that there are any liabilities outstanding at December 31, 1950.

In connection with the J. T. Hedrick annuity we wish to call your attention to the fact that you now have on hand in cash $1,600.31 which should be re-invested in order to increase the income from this source.

Exhibit B shows in summary Cash Receipts and Disbursements during the year.

Exhibit C shows Balance Sheet by Funds. In the endowment section of the Balance Sheet you will note one item, Memorial Contributions set up at $148.50. We have recomputed this item and find that the total amount should be $495.02 as shown on Exhibit I and your books and records are being corrected to show this amount.

Exhibit D shows the change in Current Fund Surplus during the year, the surplus being increased by $6,433.90 which represents the excess of Revenue over Expenses as shown on Exhibit H.

Exhibit E shows disbursements by various functions for the year.

Exhibit F shows your investments as at December 31, 1950.

During the year certain stocks were sold, two blocks of stock that is Textiles, Incorporated Preferred and Cannon Mills Stock was sold at a profit. However, there was a substantial loss on the sale of

Chadburn Hosiery Mill. However, the increase in dividends brought about in buying the stocks which were purchased during the year we believe will overcome the loss on the stock sold.

Exhibit G shows the investments of the J. T. Hedrick annuity fund.

Exhibit H shows the changes in your specific bequests for endowments during the year.

Exhibit I shows Memorial Contributions which will be added to from year to year.

All other Schedules and Exhibits are, in our opinion, self-explanatory.

Respectfully submitted,

Thos. P. Zum Brunnen

Thos. P. Zum Brunnen
Certified Public Accountant

TPZ:mbs

EXHIBIT A

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1950

ASSETS		
Cash in Banks Current Fund	$ 3,996.43	
Cash in Bank Endowment Fund	549.06	
Cash in Bank Hedrick Annuity	1,600.31	
Accrued U. S. Bond Interest	125.00	
TOTAL		$ 6,270.80
Prepaid Insurance	$ 650.00	
Provisions on Hand	437.00	
TOTAL		1,087.00
Sundry House and Farm Equipment for Use	$ 18,227.00	
Plant Land and Buildings	189,437.59	
Investments General Endowment	112,684.32	
Investments Hedrick Annuity	40,399.69	
TOTAL		360,748.00
TOTAL ASSETS		$ 368,106.40
LIABILITIES		
None		
Fund Sources		
Student Loan Fund	$ 1,125.00	
L. A. Corriher Machinery Fund	3,000.00	
Specific Bequests Plant Fund	34,461.58	
Specific Bequests Endowment Fund	91,339.40	
Memorial Contributions, Endowment Fund	148.50	
J. T. Hedrick Annuity Fund	42,000.00	
Sundry Gifts and Accumulations	196,031.92	
TOTAL		$ 368,106.40

EXHIBIT B

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED DECEMBER 31, 1950

RECEIPTS		
Contributions from Religious Organizations	$ 16,925.63	
Contributions from Civic Organizations	246.00	
Duke Endowment	1,607.11	
Parents Relatives and Guardians	2,286.92	
Other Contributions	5,475.79	
Income from Investments	6,420.59	
Income Hedrick Annuity Investments	2,923.00	
Sales of Farm Products	1,256.52	
Sale of Stock	396.22	
Endowment Funds	936.86	
Memorial Contributions	65.50	
Notes and Mortgages Collected	2,350.00	
TOTAL RECEIPTS		$ 40,890.14
CASH ON HAND 12-31-49		4,016.69
TOTAL		$ 44,906.83
DISBURSEMENTS		
Administrative Expenses Salaries Insurance, etc.	$ 3,984.72	
Household Expenses, Food, Clothing, etc.	10,140.89	
Health	1,250.25	
Education	744.53	
Fuel, Lights, Repairs, etc.	5,305.54	
Farm, Feed, Fert., etc.	7,504.31	
Hedrick Annuity	3,592.50	
Borrowed Money Repaid	4,000.00	
Investments	2,235.29	
TOTAL	$ 38,758.03	
Cash on Hand 12-31-50	6,148.80	
TOTAL		$ 44,906.83

EXHIBIT C

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET
DECEMBER 31, 1950

ASSETS	SCHEDULE OR EXHIBIT		
I CURRENT FUND			
Cash in Banks	1	$ 3,996.43	
Accrued Interest U. S. Bonds		125.00	
Prepaid Insurance		437.00	
Provisions on Hand		650.00	
Sundry Equipment		18,227.00	
TOTAL			$ 23,435.43
II PLANT			
Land		$ 29,500.00	
Buildings		147,560.00	
Farm Buildings		11,650.00	
Fire Fighting Equipment		727.59	
TOTAL			189,437.59
III ENDOWMENT FUNDS			
Cash in Bank		$ 2,149.37	
Stocks and Bonds		112,684.32	
Stocks J. T. Hedrick Annuity		40,399.69	
Due from Current Fund		326.51	
TOTAL			155,559.89
TOTAL ASSETS			$ 368,432.91

EXHIBIT C

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET
DECEMBER 31, 1950

	SCHEDULE OR EXHIBIT		
LIABILITIES AND FUND SOURCES			
I CURRENT FUND			
Student Loan Fund		$ 1,125.00	
L. A. Corriher Machinery Fund		3,000.00	
Due Endowment Fund		326.51	
Other Donations and Surplus		18,983.92	
TOTAL			$ 23,435.43
II PLANT			
Specific Bequests		$ 34,461.58	
Gifts and Accumulations		154,976.01	
TOTAL			189,437.59
III ENDOWMENT FUNDS			
J. T. Hedrick Annuity Fund		$ 42,000.00	
Specific Bequests		91,339.40	
Memorial Contributions		148.50	
Gifts and Accumulations		19,241.14	
From Current Funds		2,830.85	
TOTAL			155,559.89
TOTAL FUNDS			$ 368,432.91

EXHIBIT D

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF SURPLUS, CURRENT FUND
YEAR ENDED DECEMBER 31, 1950

SURPLUS 12-31-49	$ 12,550.02	
ADDITIONS		
Excess of Revenues over Expenses Exhibit E	6,433.90	
SURPLUS 12-31-50		$ 18,983.92

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INCOME AND EXPENSE
YEAR ENDED DECEMBER 31, 1950

EXHIBIT A
SHEET 1

INCOME			
Contributions from Religious Organizations		$ 16,925.63	
Contributions from Civic Organizations		246.00	
Duke Endowment		1,607.11	
Parents, Relatives and Guardians		2,286.92	
Food, Clothing Fees, etc. Donated		2,250.00	
Other Contributions & Donations		5,475.79	
Income from Investments		6,545.59	
Income from Hedrick Annunity		463.35	
Sale of Farm Products		1,256.52	
TOTAL INCOME			$ 37,056.91
EXPENSES			
Administrative			
Salaries	$ 2,579.90		
Office Supplies	278.14		
Telegraph & Telephone	149.07		
Insurance	653.41		
Conference Expense and Dues	203.65		
Finance & Publicity	319.07		
Interest on Short Term Loans	94.25		
TOTAL		$ 4,277.49	
HOUSEHOLD EXPENSE			
Salaries & Wages	3,577.50		
Food Donated	850.00		
Food	3,401.69		
Clothing Donated	600.00		
Clothing and Toilet Accessories	1,645.74		
Laundry	757.31		
Household Supplies	756.65		
Recreation	235.50		
Miscellaneous	10.00		
TOTAL		$ 11,[illegible].39	
HEALTH			
Salaries and Fees	$ 207.00		
Supplies	394.85		
Hospital	402.90		
TOTAL		$ 1,004.75	
EDUCATION			
Salaries	$ 84.50		
Supplies	570.91		
Apportionment	89.12		
TOTAL		$ 744.53	
TOTALS FORWARDED		$ 17,813.16	$ 37,056.91

NAZARETH ORPHANAGE
CONCORD, NORTH CAROLINA
INCOME AND EXPENSE
YEAR ENDED DECEMBER 31, 1950

EXHIBIT 2
SHEET 2

BROUGHT FORWARD		$ 17,813.16	$ 37,056.91
PLANT, DAIRY AND FARM RANCH			
Salaries & Wages	$ 160.00		
Fuel, Light & Power	1,980.36		
Replacement and repairs	3,130.18		
Travel and Expense	35.00		
TOTAL		$ 5,305.54	
FARM, DAIRY AND GARDEN			
Salaries and Wages	$ 2,511.90		
Supplies	4,572.30		
Replacement & Repairs	420.11		
TOTAL		$ 7,504.31	
TOTAL EXPENSES			$ 30,623.01
INCOME IN EXCESS OF EXPENSES			$ 6,433.90

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCKS, BONDS AND MORTGAGES
DECEMBER 31, 1950

EXHIBIT F

GENERAL ENDOWMENT	KIND	NUMBER OF SHARES	COST	TRANSACTIONS DURING 1950 DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1950 SHARES	COST	DIVIDENDS OR INTEREST 1950
STOCK											
Beaunit Mills	Pref.	200	$ 4,375.00	5-23-50	$	$ 4,288.15	$ 86.85	$		$	$ 0.
American Tobacco Company	New Com.	194	14,314.00						194	14,314.00	776.00
Bird and Sons	Com.	200	4,975.00						200	4,975.00	200.00
Boston Woven Hose	Com.	100	4,650.00						100	4,650.00	500.00
Chadburn Hosiery Mills	Pref.	200	10,450.00	5-23-50		7,544.00	2,906.00				225.00
Cleveland Cliff Iron Co.	Pref.	40	3,840.00						40	3,840.00	180.00
Cleveland Cliff Iron Co.	Pref.	25	2,437.50						25	2,437.50	112.52
Cleveland Cliff Iron Co.	Com.	40	0.						40	0.	70.00
Cleveland Cliff Iron Co.	Com.	25	0.						25	0.	43.75
Home Insurance Co.	Com.	200	5,975.00						200	5,975.00	320.00
Interstate Engineering Corp.	Com.	300	5,300.00						300	5,300.00	
Kingham Co.	Pref.	20	1,710.00						20	1,710.00	80.00
Landers Frary and Clark	Com.	75	2,775.00						75	2,775.00	176.25
Lexington Grocery Co. 5%	Pref.	5	500.00						5	500.00	25.00
New Britain Machine Co.	Com.	100	3,650.00						100	3,650.00	250.00
R. J. Reynolds Tob. Co.	Com. B	116	3,886.00						116	3,886.00	232.00
Savannah Sugar Refining Co.	Com.	50	2,087.50						50	2,087.50	150.00
State Loan Finance Corp.	Com.	25	2,500.00						25	2,500.00	30.00
State Loan Finance Corp. 6%	Pref.	100	0.						100	0.	150.00
Textiles, Inc.	Pref.	200	3,900.00	4- 7-50		3,997.00		97.00			50.00
National City Bank N. Y.	Com.	100	3,841.56						100	3,841.56	200.00
Cannon Mills	Com. B	50	1,955.22	4- 7-50		2,249.22		294.00			37.50
American Tel. & Tel.	Com.	30	4,453.40						30	4,453.40	270.00
Home Building and Loan	Paid Up	50	5,000.00						50	5,000.00	150.00
Textiles Corp.	Com.	300		4- 7-50	3,600.00				300	3,600.00	300.00
Dan River Cotton Mills Co.	Com.	150		4- 7-50	2,250.00				150	2,250.00	187.50
Am. Tel. & Tel.	Com.	14		5-15-50	2,223.69				14	2,223.69	63.00
Alabama Mills	Com.	500		5-23-50	7,250.00				500	7,250.00	750.00
Dan River Mills	Com.	350		5-23-50	4,593.75				350	4,593.75	437.50
TOTALS			$ 92,575.18		$ 19,917.44	$ 18,078.37	$ 2,992.85	$ 391.00		$ 91,812.40	$ 5,966.02
BONDS	DATE OF ISSUE	DATE OF MATURITY									
U. S. Treas. 2½	2- 1-44	12-15-65/70	$ 2,000.00							$ 2,000.00	$ 50.00
U. S. Treas. 2½	4-15-43	6-15-64/69	5,000.00							5,000.00	125.00
U. S. Treas. 2½	9-15-43	12-15-64/69	5,000.00							5,000.00	125.00
Ill. Cent. Ry. 4½	12- 1-13	12- 1-63	1,836.25							1,836.25	90.00
Penn. Ry. 3 3/4	4- 1-37	4- 1-52	5,074.79							5,074.79	162.50
Standard Oil of N. J. 2 3/8	5-15-46	5-15-71	1,960.88							1,960.88	47.50
TOTALS			$ 20,871.92							$ 20,871.92	$ 600.00
READING TRUST											$ 5.38
GRAND TOTALS			$ 113,447.10		$ 19,917.44	$ 18,078.37	$ 2,992.85	$ 391.00		$ 112,684.32	$ 6,571.40

Income Yield based on cost 5.83%

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INVESTMENTS J. T. HEDRICK ANNUITY FUND
DECEMBER 31, 1950

EXHIBIT G

STOCKS	KIND	NO. OF SHARES	COST	DIVIDENDS 1 950
American Burks	Com.	50	$ 4,175.00	$ 250.00
Bethlehem Steel Corp.	Com.	150	4,282.41	615.00
Chase National Bank	Com.	100	3,675.00	180.00
Chase National Bank	Com.	23	796.38	41.40
Champion Paper & Fibre Co	Com.	100	2,381.21	245.00
International Cellucotton	Com.	50	1,450.00	187.50
Keystone Custodian	S-3	200	3,632.00	204.00
Keystone Custodian	K-1	200	3,910.00	176.00
Keystone Custodian	S-2	100	1,511.00	107.00
Kroger Grocery	Com.	100	4,799.44	375.00
Shuford Mills	Com.	111	1,637.25	128.10
Newberry Federal Sav. & Loan	Com.		5,000.00	150.00
Wachovia Bank & Trust Co	Com.	50	3,150.00	150.00
TOTAL			$ 40,399.69	$ 2,802.00

Income yeild based on cost 6.93%

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENTS
YEAR ENDED DECEMBER 31, 1950

EXHIBIT H

TOTAL AS SHOWN AT 12-31-49		$ 90,485.54
DEDUCTIONS		
Memorial Fund Contributions set up on Separate Schedule Exhibit I		
Memorials from Exhibit I 1948	$ 321.52	
Memorials from Exhibit H 1949	108.00	
TOTAL		429.52
BALANCE		$ 90,056.02
1950 ADDITIONS		
Sale FCX Dividend Stock	$ 72.74	
Reading Trust	26.30	
Laura Huffman Estate	282.52	
H. D. Sink	50.00	
First Church Greensboro Fesperman Bible Class	505.30	
INCREASE BY GIFTS		936.86
TOTAL		$ 90,992.88

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
MEMORIAL CONTRIBUTIONS
DECEMBER 31, 1950

EXHIBIT I

MEMORIAL CONTRIBUTIONS FROM			
Exhibit I 1948		$ 321.52	
Exhibit H 1949		108.00	
CONTRIBUTIONS 1950 BELOW			
Mrs. Glenn Rhinehardt	$ 3.00		
Mrs. C. P. Cline	5.00		
Perry A. Carpenter	25.00		
Mrs. H. Barringer	7.50		
Joseph L. Murphy	10.00		
G. T. Holshouser	5.00		
Geo. O. Lipe	10.00		
TOTAL FOR 1950		65.50	
TOTAL			$ 495.02

Note: Memorials are shown on the Balance Sheet at $148.50, but the necessary adjustment is being made on your records to show the above amount.

SCHEDULE 1

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH IN BANKS
DECEMBER 31, 1950

CURRENT FUND		
Bank of Rockwell	$ 1,809.37	
Security Bank and Trust Company	2,187.06	
TOTAL		$ 3,996.43
ENDOWMENT FUND		
Citizens National Bank		2,149.37
TOTAL CASH IN BANK		$ 6,145.80

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
OTHER CONTRIBUTIONS & DONATIONS
YEAR ENDED DECEMBER 31, 1950

SCHEDULE 2
SHEET 1

James C. Freeman	$ 100.00	
A. W. Barkley	20.00	
Crescent Motor Co.	200.00	
Margaret Sink	10.00	
Marion Foil	25.00	
Mrs. D. K. Hoke	15.00	
G. A. Batte	4.00	
Walter A. Graham	10.00	
R. W. Bradshaw	100.00	
J. W. Abernathy	500.00	
T. M. Stanback	1,000.00	
Mrs. Jennie Foard	3.00	
Joe H. Smith	10.00	
Hickory Mfg. Co.	500.00	
Andy J. Harwood	5.00	
Ruth Leonard	400.00	
Dr. J. J. Smith	500.00	
Rev. L. Shoaf	50.00	
Dr. J. C. Leonard Jr.	25.00	
J. J. Reece	10.00	
W. H. Hinkle	10.00	
H. S. Speckler	100.00	
Dr. J. H. Andrews	25.00	
Clarence W. Agner	75.00	
W. C. Pickett, Sr.	25.00	
Ralph Leonard	25.00	
Leo Leonard	25.00	
Robert L. Everhart, Jr.	25.00	
James E. Swicegood	10.00	
Giles Crowell	5.00	
Lil Grimes	20.00	
Lawrence Walker, Jr.	20.00	
J. Frank Smith	100.00	
Fred J. Stanback	300.00	
Anor Mfg. Co.	12.69	
M. B. Fuller	74.50	
Joseph Cannon Trust Fund	290.60	
Wade H. Shuford	500.00	
Rev. C. P. Weeks	5.00	
Mr. and Mrs. J. L. Fisher	10.00	
Gov. McCorkle	15.00	
W. A. W. Salisbury	94.00	
Raney Motor Company	25.00	
FORWARDED		$ 5,278.79

NAZARETH SAVINGS PLAN
CRESCENT, NORTH CAROLINA
OTHER CONTRIBUTIONS & DONATIONS
YEAR ENDED DECEMBER 31, 1950

SCHEDULE 2
SHEET 2

BROUGHT FORWARD	$ 5,278.79	
Ruth Barringer	20.00	
Mrs. Adrian Shuford	5.00	
Fuller Supply Co.	5.00	
Victor P. Wiese	5.00	
W. Rudolph Winkle	10.00	
Salisbury Cotton Mills	50.00	
Cone Foundation	100.00	
R. L. and Ella Neiman	2.00	
TOTAL		$ 5,475.79

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1951

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

January 26, 1952

Chairman, Board of Directors
Nazareth Orphans Home
Crescent, North Carolina

Gentlemen:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of Nazareth Orphans Home and submit herewith our Report consisting of nine (9) Exhibits and two (2) Supporting Schedules.

On Exhibit A we have set up a Consolidated Balance Sheet of all Funds showing the Assets of your organization and against the Assets we have set up the Source of Funds since it does not appear that there are any liabilities outstanding at December 31, 1951 except for a small undistributed income on the J. T. Hedrick Annuity.

Exhibit B shows in summary Cash Receipts and Disbursements during the year.

Exhibit C shows Balance Sheet by Funds.

Exhibit D shows the changes in Current Fund Surplus during the year. The Net Increase to Current Fund Surplus amounts to only $1,376.50, but this is after transferring to the Endowment Fund $7.000.00 from the Current Fund.

Exhibit E shows your Income and Expenses for the year which shows that the Income exceeded the Expenses by $8,049.97.

Exhibit F shows your Investments as at December 31, 1951. With reference to your investments it appears to me that some of the stock which has been purchased during the current year are somewhat more speculative than is desirable for an institution of your kind.

Exhibit G shows the investments of the J. T. Hedrick Annuity Fund.

Exhibit H shows the changes in specific bequests for Endowments during the year.

Exhibit I shows the Memorial Fund Contributions for the year.

All other Schedules and Exhibits are, in my opinion, self-explanatory.

Respectfully submitted,

Thos. P. Zum Brunnen

Thos. P. Zum Brunnen
Certified Public Accountant

TPZ:mba

EXHIBIT A

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1951

ASSETS			
Cash in Bank Current Fund		$ 4,965.47	
Cash in Bank Endowment Fund		15,533.34	
Cash in Bank Hedrick Fund		76.78	
TOTAL CASH			$ 20,575.59
PREPAID INSURANCE		910.35	
Provisions on Hand		900.00	
TOTALS			1,810.35
Sundry Houset Farm Equipment For Use		18,227.00	
Plant Land and Buildings		189,437.59	
Investments General Endowment		126,882.41	
Investments Hedrick Annuity		41,923.22	
TOTALS			376,470.22
TOTAL ASSETS			398,856.16
LIABILITIES			
Hedrick Annuity Payable		517.40	
FUND SOURCES			
Student Loan Fund	$ 1,125.00		
L. A. Corriher Machinery Fund	3,000.00		
Specific Bequests Pland Fund	34,461.58		
Specific Bequests Endowment Fund	112,726.34		
Memorial Contributions Endowment	981.32		
J. T. Hedrick Annuity Fund	42,000.00		
Sundry Gifts and Accumulations	204,044.52		
TOTAL FUNDS		$ 398,338.76	
TOTAL LIABILITIES & FUNDS			$ 398,856.16

EXHIBIT B

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS & DISBURSEMENTS
YEAR ENDED DECEMBER 31,1951

RECEIPTS		
Contributions from Religious Organizations	$ 16,421.97	
Contributions from Civic Organizations	258.25	
Duke Endowment	1,337.77	
Parents, Relatives and Guardians	6,114.32	
Other Contributions	7,421.96	
Income from Investments	7,533.96	
Income Hedrick Annuity Investments	3,037.40	
Sale of Farm Products	172.97	
Building and Loan Stock	4,500.00	
Endowment Funds	21,733.46	
Memorial Contributions	486.30	
Penn. Railroad Bonds Matured	5,037.50	
TOTAL RECEIPTS		$ 74,055.86
Cash on Hand 12-31-51		6,145.80
TOTAL		$ 80,201.66
DISBURSEMENTS		
Administrative Expense, Salaries Insurance, ets.	$ 4,434.15	
Household Expenses, Food, Clothing, etc.	13,218.81	
Health	594.80	
Education	988.37	
Fuel, Lights Repairs, Etc.	3,517.60	
Farms Feed, Fort, etc.	9,205.93	
Hedrick Annuity	2,270.00	
Investment Stocks and Bonds Endowment	23,772.88	
Investment Hedrick Endowment	1,523.53	
TOTAL DISBURSEMENTS	$ 59,626.07	
Cash in Banks 12-31-51	20,575.59	
TOTAL		$ 80,201.66

EXHIBIT C

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET BY FUNDS
DECEMBER 31, 1951

ASSETS

I CURRENT FUND		
Cash in Bank	$ 4,965.47	
Prepaid Insurance	910.35	
Provisions on Hand	900.00	
Sundry Equipment	18,227.00	
TOTAL CURRENT OR OPERATING ASSETS		$ 25,002.82
II PLANT		
Land	$ 29,500.00	
Buildings	147,560.00	
Farm Buildings	11,650.00	
Fire Fighting Equipment	727.59	
TOTAL PLANT		$ 189,437.59
III ENDOWMENT FUNDS		
Cash in Bank	$ 15,610.12	
Stocks & Bonds	126,882.41	
Stock J. T. Hedrick Annuity	41,923.22	
TOTAL ENDOWMENT		$ 184,415.75
TOTAL ASSETS		$ 398,856.16

LIABILITIES & FUND SOURCES

I CURRENT FUND		
Studen Loan Fund	$ 1,125.00	
L. A. Corriher Machinery Fund	3,000.00	
Hedrick Annuity Payable	517.40	
Other Donated Surplus	20,360.42	
TOTAL CURRENT		$ 25,002.82
II PLANT		
Specific Bequests	$ 34,461.58	
Gifts & Accumulations	154,976.01	
TOTAL		$ 189,437.59
III ENDOWMENT FUND SOURCES		
J. T. Hedrick Annuity Fund	$ 42,000.00	
Specific Bequests	112,726.34	
Memorial Contrabutions	981.32	
Gifts & Accumulations	19,203.75	
From Current Fund	9,504.34	
TOTAL		$ 184,415.75
TOTAL LIABILITIES & FUND SOURCES		$ 398,856.16

EXHIBIT D

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF CURRENT FUND SURPLUSE
YEAR ENDED DECEMBER 31, 1951

SURPLUS 12-31-50		$ 18,983.92	
ADD			
Excess of Income over Expenses Exhibit E	$ 8,049.99		
Amount Due Endowment Fund at 12-31-50 Cancelled	326.51		
TOTAL ADDITIONS		8,376.50	
TOTAL		27,360.42	
DEDUCT			
Amount Transferred to Endowment Fund, during year		7,000.00	
SURPLUS BALANCE 12-31-51			$ 20,360.42

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INCOME & EXPENSES
YEAR ENDED DECEMBER 31, 1951

EXHIBIT E
SHEET 1

INCOME			
Contributions From Relegious Organizations		$ 16,421.97	
Contributions From Civic Organizations		258.25	
Duke Endowment		1,337.77	
Parents, Relatives & Guardians		6,114.32	
Other Contributions & Donations		8,721.96	
Income From Investments		7,408.96	
Income From Hedrick Annuity		250.00	
Sale Farm & Dairy Products		172.97	
TOTAL INCOME			$ 40,686.20
EXPENSES			
Administrative			
Salaries	$ 2,624.02		
Office Supplies	100.64		
Telephone & Telegraph	115.03		
Insurance	92.25		
Interest on Short Term Loans	18.27		
Conference Expense	221.60		
Finance & Publicity	691.79		
Federal Insurance Compensation Tax	97.10		
TOTAL		$ 3,960.70	
HOUSEHOLD EXPENSE			
Salaries & Wages	$ 3,582.18		
Food	5,451.03		
Cloths & Toilet Accessories	2,170.79		
Laundry	465.77		
Household Supplies	1,487.30		
Recreation	1,091.74		
Miscellaneous	20.00		
TOTAL		14,268.81	
HEALTH			
Salaries & Fees	$ 4.00		
Supplies	552.80		
Hospitals	38.00		
TOTAL		594.80	
EDUCATION			
Salaries	$ 321.75		
Supplies	529.54		
Apportionment	137.08		
TOTAL		988.37	
PLANT EQUIPMENT & MAINTENANCE			
Salaries & Wages	$ 180.00		
Fuel Light & Power	2,193.28		
Replacements & Repairs	1,144.32		
TOTAL		3,517.60	
TOTALS FORWARDED		$ 23,330.28	$ 40,686.20

NAZARETH ORPHANS HOME
CRESCENT, NORHT CAROLINA
INCOME & EXPENSE
YEAR ENDED DECEMBER 31, 1951

EXHIBIT E
SHEET 2

BROUGHT FORWARD		$ 23,330.28	$ 40,686.20
FARM AND DAIRY AND GARDEN			
Salaries and Wages	$ 2,475.25		
Supplies	6,476.58		
Replacement and Repairs	354.10		
TOTAL		$ 9,305.93	
TOTAL EXPENSES			32,636.21
INCOME IN EXCESS OF EXPENSES			$ 8,049.99

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCKS AND BONDS

EXHIBIT F

GENERAL ENDOWMENT STOCKS	KIND	NUMBER OF SHARES	COST	TRANSACTIONS DURING 1951 DATE	COST	SALE PRICE	LOSS	ON HAND DECEMBER 31, 1951 SHARES	COST	YEILD	DIVIDENDS OR INTEREST
American Tobacco Co.	New Com.	194	$ 14,314.00		$	$		194	$ 14,314.00		$ 776.00
Bird & Sons	Com.	200	4,975.00					200	4,975.00		250.00
Boston Woven Hose	Com.	100	4,650.00					100	4,650.00		725.00
Cleveland Cliff Iron Co.	Pref.	40	3,840.00					40	3,840.00		180.00
Cleveland Cliff Iron Co.	Pref.	25	2,437.50					25	2,437.50		112.52
Clevelamd Cliff Iron Co.	Com.	40	0.					40	0.		70.00
Cleveland Cliff Iron Co.	Com.	25	0.					25	0.		43.75
Home Insurance Co.	Com.	200	5,975.00					200	5,975.00		360.00
Interstate Engineering Co.	Com.	300	5,300.00					300	5,300.00		15.00
Kingan Co.	Pref.	20	1,710.00					20	1,710.00		80.00
Landers Frary & Clark	Com.	75	2,775.00					75	2,775.00		120.00
Lexington Grocery Co.	5% Pref.	5	500.00					5	500.00		25.00
New Britian Match Co.	Com.	100	3,650.00					100	3,650.00		275.00
R. J. Renolds Tobacco Co.	Com. B	116	3,886.00					116	3,886.00		232.00
Svannah Sugar Refining	Com.	50	2,087.50					50	2,087.50		150.00
State Loan & Finance Co.	Com.	50 ~~25~~	2,500.00					25	2,500.00		150.00
State Loan & Fianace Co.	6% Pref.	100	0.					100	0.		38.75
National City Bank, N. Y.	Com.	100	3,841.56					100	3,841.56		200.00
American Tel & Tel	Com.	30	4,453.40					30	4,453.40		270.00
American Tel & Tel	Com.	14	2,223.69					14	2,223.69		126.00
Home Building & Loan	Paid Up	50	5,000.00	12- 3-51		4,500.00		5	500.00		150.00
Textiles	Com.	300	3,600.00					300	3,600.00		600.00
Dan River Cotton Mills	Com.	150	2,250.00					150	2,250.00		225.00
Dan River Cotton Mills	Com.	350	4,593.75					350	4,593.75		525.00
Alabama Mills	Com.	500	7,250.00					500	7,250.00		875.00
National City Bank , N. Y.		17		5-24-51	683.42			18	683.42		17.00
Mooresville Cotton Mills		1,000		7-30-51	9,000.00			1,000	9,000.00		300.00
American Tel & Tel		6		10- 8-51	827.85			6	827.85		10.13
Textiles ← 64		108		12- 3-51	1,854.25			107	1,854.25		
Alabama Mills		500		12- 3-51	7,375.00			500	7,375.00		
Textiles	Pref.	30		12-10-51	615.00			30	615.00		
Real Silk Hoisery	Com.	100		12-17-51	1,417.36			100	1,417.36		
Mooresville Cotton		200		12-25-51	2,000.00			200	2,000.00		
TOTALS			$ 91,812.40		$ 23,772.88	$ 4,500.00			$ 111,085.28		$ 6,901.15
BONDS	ISSUED	MATURITY									
U. S. Treas. 2¼	2- 1-44	12-15-65/70	$ 2,000.00			$	$		$ 2,000.00		$ 50.00
U. S. Treas. 2⅛	4-15-43	6-15-64/69	5,000.00						5,000.00		125.00
U, S. Treas. 2½	9-15-43	12-15-64/69	5,000.00						5,000.00		125.00
Ill. Cent. Ry 4½	12- 1-13	12- 1-63	1,836.25						1,836.25		90.00
Penn. Ry 3 3/4	4- 1-37	4- 1-52	5,074.79			5,037.50	37.29				
Standard Oil Of N. J. 2 3/8	5-15-46	5-15-71	1,960.88						1,960.88		47.50
TOTALS			$ 20,871.92			$ 5,037.50	$ 37.29		$ 15,797.13		$ 437.50
Reading Trust & Harris Upham											7.81
TOTALS			$ 112,684.32		$ 23,772.88	$ 9,537.50	$ 37.29		$ 126,882.41	653%	$ 7,346.46

EXHIBIT G

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INVESTIMENTS J.T. HEDREICK ANNUITY FUND
DECEMBER 31, 1951

STOCKS	KIND	NO. OF SHARES	COST	DIVIDENDS 1951
American Enka	Com.	50	$ 4,175.00	$ 190.00
American Enka Stock Div.	Com.	100	Stock Div.	80.00
Bethlehem Steel Corp.	Com.	150	4,282.41	600.00
Chase National Bank	Com.	100	3,675.00	180.00
Chase National Bank	Com.	23	796.38	41.40
Champion Paper & Fibre Co.	Com.	100	2,381.21	225.00
Champion Paper & Fibre Co.	Com.	100	Stock Div.	75.00
International Cellucotton	Com.	50	1,450.00	150.00
International Cellucotton	Com.	50	Stock Split	
Keystone Custodian	B 3	200	3,632.00	298.00
Keystone Custodian	B 3	6	105.48	0
Keystone Custodian	K 1	200	3,910.00	186.00
Keystone Custodian	S 2	100	1,511.00	205.00
Kroger Grocery	Com.	100	4,799.44	185.00
Kroger Grocery	Com.	100	Stock Div.	185.00
Kroger Grocery	Com.	40	1,418.05	26.00
Shuford Mills	Com.	111	1,637.25	111.00
Newberry Federal Savings & Loan	Com.		5,000.00	150.00
Wachovia Bank & Trust Co.		50	3,150.00	150.00
TOTALS			$ 41,923.22	$ 3,037.40
INCOME YIELD BASED ON COST		7.245%		

EXHIBIT H

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENTS
YEAR ENDED DECEMBER 31, 1951

BALANCE AT 12-31-50		$ 90,992.88
ADDITIONS		
First Greensboro Fesperman Bible Class	$ 365.90	
St. James, Mt. Pleasant	82.21	
Otha A. Barringer Estate	1,000.00	
Dr. A. Asborn Building Fund by Mrs. Maud Schumacher	2,313.43	
Mary Katherine Omwake Estate	100.00	
Reading Trust Co.	21.92	
Reed Department Store	100.00	
Shuford Mills	10,000.00	
Mooresville Foundation	5,000.00	
Paul B. Smyre	500.00	
Julius W. Abernathy	1,500.00	
Mrs. Laura A. Rader	500.00	
J. W. Abernathy Jr.	250.00	
INCREASE DURING YEAR		$ 21,733.46
TOTAL 12-31-51		$ 112,726.34

EXHIBIT I

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
MEMORIAL CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1951

BALANCE DECEMBER 31-50		$ 495.02
ADDITIONS		
J. O. Moose	$ 55.00	
C. C. Wagoner	296.30	
Everette A. Sloop	10.00	
Walber Lyerly, Jr.	100.00	
Mrs. Jones Hunsucker	5.00	
Mrs. Clarence Peeler	10.00	
Charles S. Hoffmeier	5.00	
David Ross, Jr.	5.00	
TOTAL ADDITIONS FOR YEAR		486.30
TOTAL 12-31-51		$ 981.32

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH IN BANKS
DECEMBER 31, 1951

SCHEDULE 1

CURRENT FUND		
Bank Of Rockwell, Rockwell, N. C.	$ 2,496.19	
Security Bank & Trust Co., Salisbury, N. C.	2,469.28	
TOTAL		$ 4,965.47
ENDOWMENT FUNDS		
Citizens National Bank, Concord, N. C.		15,610.12
TOTAL		$ 20,575.59

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
OTHER CONTRIBUTIONS AND DONATIONS
YEAR ENDED DECEMBER 31, 1951

SCHEDULE 2

P. K. Drye, Landis	$ 50.00
Frances Abernathy Huitt	1,000.00
Mooresville Foundation	1,000.00
G. A. Batti, Concord	13.00
C. D. Marsten, Winston Salem	25.00
Rev. F. G. Trout, Roanoke, Vir.	2.00
Fred Corriher, Landis, N. C.	50.00
Margaret Sink, Lexington, N. C.	10.00
Edith Hershey, Lancaster, Pa.	5.00
Mr. & Mrs. Fred N. Livengood, Winston Salem	80.00
Mittie Edwards	10.75
Ann Mfg. Co.	11.41
Mr. & Mrs. Russell Murphy, Newton, N. C.	50.00
Hickory Mfg. Co., Through Corinth Church	500.00
J. A. Oliver, Rockwell	25.00
Mrs. Marymena Flynt, Winston Salem	20.00
C. F. Shinn, Mooresville	10.00
J. Yorke Peeler, Rockwell	3.00
Mrs. Flora Melchin, Mooresville	4.00
J. E. Fisher, Granite Quarry	20.20
Carolina Mills, Maiden	1,000.00
Abernathy Mills by J. W. Abernaty	700.00
A. J. Harwood, Albemarle	5.00
Fred J. Stanback, Salisbury	300.00
Kings Daughters, Salisbury	10.00
J. C. Cheek, Rockwell	2.00
George McCorkle, Tuckaloosa, Ala.	15.00
Mr. & Mrs. Raplh Hinkle, Thomasville	20.00
Wade H, Shuford, Hickory	500.00
Joseph F. Cannon Christmas Trust	290.60
Lenoir Furniture Co., Lenoir	300.00
Smyre Foundation through W. Abernathy	1,000.00
Ruth Leonard, Charlotte	150.00
Western Auto Store, Lexington	25.00
C. C. Graham, China Grove	25.00
Rev. C. P. Wehr, Elizabethville, Pa.	5.00
Atlantic Acceptance Corp., Salisbury	50.00
Cone Foundation, Greensboro	100.00
Raney Motor Co., Salisbury	25.00
A. W. Barkley, Woodstock, Va.	10.00
TOTAL	$ 7,421.96

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1952

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

April 8, 1953

Chairman, Board of Directors
Nazareth Orphans Home
Crescent, North Carolina

Gentlemen:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of Nazareth Orphans Home and submit herewith our report consisting of nine (9) Exhibits and two (2) supporting Schedules.

Exhibit A - A consolidated Balance Sheet of all Funds showing the Assets of your organization appears on this Exhibit; against the Assets we have set up the Source of Funds as no liabilities were found in the course of our audit.

Exhibit B - Your Cash Receipts and Cash Disbursements for the period under review are shown on this Exhibit, together with Cash in Banks as of December 31st, 1952.

Exhibit C - A Balance Sheet by Funds is shown hereon.

Exhibit D- Analysis of Current Fund Surplus and increase to Surplus of $ 427.07, this increase is after transferring $ 700.00 to the Endowment Fund.

Exhibit E - Statement of Income and Expenses shows that your Income exceeded your Expenses by $ 1,127.07 for the period ended December 31, 1952.

Exhibit F - Stocks and Bonds owned as of December 31, 1952 appear hereon. These stocks show a cost of $ 150,076.69, their market value at December 31st, 1952 was $ 143,489.74.

Exhibit G - J. T. Hedrick Annuity Fund investments. These stocks show a cost of $ 41,923.22, Their value at December 31st, 1952 was $ 56,182.88.

The following stocks and bonds, National City Bank, U. S . 2½% Bonds, Chase National Bank, Newberry Federal Savings & Loan and Wachovia Bank and Trust Company, are shown at cost since we were unable to find a quotation or bid price as of December 31st, 1952.

Exhibit H - Specific Bequests for Endowment, additions, deductions and transfers are shown here.

Exhibit I - Memorial Contributions during the current period are shown here.

Schedules one and two are in our opinion, self explanatory.

Respectfully submitted,

Thos. P. Zum Brunen
Certified Public Accountant

tpz/mtc

EXHIBIT A

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1952

ASSETS			
Cash in Bank Current Fund		1,856.92	
Cash in Bank General Endowment	2,806.07		
Cash in Bank Hedrick Fund	76.78	2,882.85	
TOTAL CASH			4,739.77
Prepaid Insurance		528.57	
Provisions on Hand		1,500.00	
TOTAL			2,028.57
Sundry House and Farm Equipment for Use		18,227.00	
Rolling Stock, Bus Net		2,800.00	
Plant, Land and Buildings		190,437.59	
Investments General Endowment		150,076.69	
Investments Hedrick Annuity Funds		41,923.22	
TOTAL			403,464.50
TOTAL ASSETS			410,232.84
LIABILITIES			
FUND SOURCES			
Sundry Aid Funds		1,125.00	
L. A. Corriher Machinery Fund		3,000.00	
Surplus Current Fund		20,787.49	
Specific Bequests Plant Fund		35,461.58	
Specific Bequests Endowment Funds		116,169.01	
Memorial Contributions Endowments		1,270.32	
Gifts and Accumulations		187,419.44	
Wade H. Shuford Fund		1,500.00	
Julius Abernathy Fund		1,500.00	
J. T. Hedrick Annunity Fund		42,000.00	
TOTAL FUNDS			410,232.84

EXHIBIT E

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED DECEMBER 31, 1952

RECEIPTS		
Contributions from Religious Organizations	$ 15,544.74	
Contributions from Civic Organizations	515.36	
Duke Endowment	1,345.01	
Parents, Relatives and Guardians	5,018.22	
Other Contributions and Donations	1,818.10	
Income from Investments	8,104.63	
Income from Investments, Hedrick Annunity	3,034.16	
Sales Farm and Dairy Products	1,330.50	
Materials and Junk Sales	15.00	
Stocks and Bonds Sold	12,021.84	
Endowment Fund Contributions	6,442.67	
Memorial Fund Contributions	289.00	
TOTAL	$ 55,479.23	
Cash in Banks 12-31-51	20,575.59	
TOTAL		$ 76,054.82
DISBURSEMENTS		
Administrative Expenses, Salaries, Ins.,etc.	$ 4,149.34	
Household Expense, Food, Clothing, etc.	15,564.05	
Health	757.25	
Education	1,200.86	
Plant Equipment and Maintenance	4,603.99	
Farm, Feed, Supplies, etc.	9,288.78	
Hedrick Annuity	2,270.00	
Rolling Stock, Bus	1,300.00	
Endowment Fund Investments	32,180.53	
Miscellaneous Expense Endowment Fund	.25	
TOTAL DISBURSMENTS	$ 71,315.05	
Balance in Banks 12-31-52	4,739.77	
TOTAL		$ 76,054.82

EXHIBIT C

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET BY FUNDS
DECEMBER 31, 1952

ASSETS

I CURRENT FUND			
Cash in Banks		$ 1,856.92	
Prepaid Insurance		528.57	
Provisions on Hand		1,500.00	
Sundry Equipment		18,227.00	
Rolling Stock (Bus)	$ 3,500.00		
LESS; Reserve for Depreciation	700.00	2,800.00	
TOTAL CURRENT OR OPERATING ASSETS			$ 24,912.49
II PLANT INVESTMENTS			
Land		$ 30,500.00	
Buildings		147,560.00	
Farm Buildings		11,650.00	
Fire Fighting Equipment		727.59	
TOTAL INVESTMENTS			190,437.59
III ENDOWMENT INVESTMENTS			
Cash in Banks		$ 2,882.85	
Stocks and Bonds		150,076.69	
Stocks and Bonds, J.T.Hedrick Annuity		41,923.22	
TOTAL ENDOWMENT INVESTMENTS			194,882.76
TOTAL ASSETS			$ 410,232.84

LIABILITIES AND FUND SOURCES

I CURRENT FUND		
Student Loan Fund	$ 1,125.00	
L.A. Corriher Machinery Fund	3,000.00	
Surplus	20,787.49	
TOTAL CURRENT FUNDS		$ 24,912.49
II PLANT FUNDS		
Specific Bequests	$ 35,461.58	
Gifts and Accumulations	154,976.01	
TOTAL FUNDS		190,437.59
III ENDOWMENT FUNDS		
J.T. Hedrick Annuity Fund	$ 42,000.00	
Specific Bequests	116,169.01	
Memorial Contributions	1,270.32	
Gifts and Accumulations	22,239.09	
From Current Fund	10,204.34	
Wade and Shuford Fund	1,500.00	
Julius Abernathy Fund	1,500.00	
TOTAL ENDOWMENT FUNDS		194,882.76
TOTAL FUNDS		$ 410,232.84

EXHIBIT D

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF CURRENT FUND SURPLUS
YEAR ENDED DECEMBER 31, 1952

Surplus 12-31-51	20,360.42	
Add Excess of Income over Expenses, Exhibit B	1,127.07	
TOTAL	$ 21,487.49	
DEDUCT		
Amount transfered to Reserve Account Endowment Fund During Year	700.00	
SURPLUS 12-31-52		20,787.49

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSE
YEAR ENDED DECEMBER 31, 1952

EXHIBIT E
SHEET 1

INCOME			
Contributions from Religious Organizations		$ 15,544.74	
Contributions from Civice Organizations		515.36	
Duke Endowment		1,345.01	
Parents, Relatives and Guardians		5,018.22	
Other Contributions and Donations		6,118.10	
Income from Investments		8,104.63	
Income J. T. Hedrick Annuity Investments	$ 3,551.56		
LESS: Annuity Paid	2,270.00	1,281.56	
Sale Farm and Dairy Products		1,330.50	
Material and Junk Sold		15.00	
TOTAL INCOME			$ 39,273.12
EXPENSES			
ADMINISTRATIVE			
Salaries	$ 2,473.96		
Office Supplies	108.01		
Telephone and Telegraph	160.38		
Insurance	1,130.42		
Conference Expense	15.00		
Finance and Publicity	502.93		
Federal Insurance Compensation Tax	140.42		
TOTAL		$ 4,531.12	
HOUSEHOLD EXPENSE			
Salaries and Wages	$ 4,341.87		
Food	6,448.68		
Clothing and Toilet Accessories	2,574.88		
Laundry	522.95		
Household Supplies	2,240.53		
Recreation	866.66		
Travel Relating to care of Children	18.48		
Miscellaneous	50.00		
TOTAL		17,064.05	
HEALTH			
Salaries and Fees	$ 188.30		
Supplies	565.95		
Hospitals	3.00		
TOTAL		757.25	
EDUCATIONS			
Salaries	$ 451.85		
Supplies	697.53		
Apportionment	51.48		
TOTAL		1,200.86	
TOTALS FORWARDED		$ 23,553.28	$ 39,273.12

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSE
YEAR ENDED DECEMBER 31, 1952

EXHIBIT B
SHEET 2

BROUGHT FORWARD		23,553.28	39,273.12
PLANT EQUIPMENT AND MAINTENANCE			
Salaires and Wages	180.00		
Fuel, Light and Power	2,872.66		
Replacement and Repairs	1,301.33		
Depreciation Bus	700.00		
Travel, Institutional	250.00		
TOTAL		5,303.99	
FARM, DAIRY AND GARDEN			
Salaires and Wages	2,862.19		
Supplies	6,108.40		
Replacement and Repairs	318.19		
TOTAL		9,288.78	
TOTAL EXPENSES			38,146.05
EXCESS OF INCOME OVER EXPENSES			1,127.07

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCKS AND BONDS TRANSACTIONS
YEAR, 1952

EXHIBIT F
SHEET 1

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST	YEARS TRANSACTIONS DATE	COST	SALES PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1952 SHARES	COST	DIVIDENDS INTEREST
American Tobacco Co.	Com B	B 35090	100	$ 7,378.35		$	$		$	100	$ 7,378.35	$ 400.00
		BB 56802	20	1,475.67						20	1,475.67	80.00
		BB 264718	42	3,098.91						42	3,098.91	168.00
American Tel and Tel		TBB 31948	32	2,361.07						32	2,361.07	128.00
		S 185810	6	827.85						6	827.85	54.00
		A 613325	30	4,453.40						30	4,453.40	270.00
Alabama Mills		A 687771	14	2,223.69						14	2,223.69	126.00
		C 27425	500	7,250.00						500	7,250.00	275.00
		C 29950	100	1,475.00						100	1,475.00	55.00
		C 29951	100	1,475.00						100	1,475.00	55.00
		C 29952	100	1,475.00						100	1,475.00	55.00
		C 29953	100	1,475.00						100	1,475.00	55.00
		C 29954	100	1,475.00						100	1,475.00	55.00
		C 30879	100		12-15-52	1,175.00				100	1,175.00	
		C 30880	100		12-15-52	1,175.00				100	1,175.00	
Bird and Sons		C 2426	100	2,487.50						100	2,487.50	125.00
		C 3216	100	2,487.50						100	2,487.50	125.00
Boston Rubber Hose			100	4,650.00	2-12-52		7,499.74		2,849.74			
Cleveland Cliff Iron Co.	Pref.	PO 1810	40	3,374.55						40	3,374.55	180.00
	Pref.	PO 5850	25	2,142.00						25	2,142.00	112.52
	Com.	CO 3776	40	465.45						40	465.45	48.00
	Com	CO 15150	25	295.50						25	295.50	30.00
Dan River Mills	Com.	C 10470	100	1,500.00						100	1,500.00	112.50
	C	CO 9237	50	750.00						50	750.00	56.25
		C 10746	100	1,312.50						100	1,312.50	112.50
		C 10747	100	1,312.50						100	1,312.50	112.50
		C 10748	100	1,312.50						100	1,312.50	112.50
		CO 9429	50	656.25						50	656.25	56.25
Home Building & Loan				500.00	1-18-52		500.00					75.00
Interstate Engineering Corp.	Com.	12501	100	1,766.67						100	1,766.67	20.00
		12502	100	1,766.67						100	1,766.67	20.00
		12503	100	1,766.66						100	1,766.66	20.00
Kingam & Company 4% Com	Pref.	PB 586	20	1,710.00						20	1,710.00	80.00
Landis Frary and Clark	Com.	86588	75	2,775.00						75	2,775.00	120.00
Lexington Grocery Co.	5% Pref.	8	5	500.00						5	500.00	25.00
Mooresville Mills	Com	5221	1000	9,000.00			516.63			1000	8,483.37	2.08
		5333	50	500.00			28.70			50	471.30	
		5343	150	1,500.00			86.11			150	1,413.89	
		5356	100		1- 5-52	1,000.00	57.41			100	942.59	
		5879	39		6- 5-52	349.51	10.18			39	339.33	
		6700	40		12-15-52	349.52				40	349.52	
National City Bank of N.Y.	C	142801	100	3,841.56						100	3,841.56	200.00
	CO	382703	17	683.42						17	683.42	34.00
TOTALS FORWARDED				$ 85,500.17		$ 4,049.03	$ 8,698.77		$ 2,849.74		$ 83,700.17	$ 3,555.10

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCK & BOND TRANSACTIONS
YEAR 1952

EXHIBIT F
SHEET 2

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST	YEARS TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31,1952 SHARES	COST	DIVIDENDS INTEREST
BROUGHT FORWARD				$ 85,500.17							$ 83,700.17	$ 3,555.10
R.J.Reynolds Tob. Co.	Com.B.	BL 327368	66	2,211.00		$ 4,049.03	$ 8,698.77		$ 2,849.74			
R.J.Reynolds Tob. Co.		BL 333888	50	1,675.00						66	2,211.00	132.00
Real Silk Hosiery Mills, Inc.	Com	8053	100	1,417.36						50	1,675.00	100.00
A. O. Smith Corp	Com	14611	100							100	1,417.36	0.
A. O. Smith Corp.		14612	100		9-12-52	3,527.77				100	3,527.77	150.00
Savannah Sugar Ref. Corp.	Com	SF 6270	50	2,087.50	2-12-52	3,527.76				100	3,527.76	150.00
State Loan & Finance Co.	6% Com.P.	P 1098	100	2,359.25						50	2,087.50	150.00
	Com	A 1114	25	70.37						100	2,359.25	150.00
	Com	A 5545	25	70.38						25	70.37	20.00
The Home Insurance Co.	Com	B 170231	100	2,987.50						25	70.38	20.00
The Home Insurance Co.		B 170232	100	2,987.50						100	2,987.50	180.00
The New Brittian Mach. Co.		C 31653	100	3,650.00						100	2,987.50	180.00
		C 37913	50							100	3,650.00	300.00
Textile, Inc.	Pref.	3449	41	830.25	2-12-52	1,000.00				50	1,000.00	150.00
	Pref.	3450	30	615.00						41	830.25	41.00
	Com	13057	100	1,200.00						30	615.00	30.00
		13058	100	1,200.00						100	1,200.00	175.00
		13066	100	1,200.00						100	1,200.00	175.00
		15498	64	1,024.00						100	1,200.00	175.00
		15562	1000							64	1,024.00	112.00
		16739	100		1- 5-52	17,000.00				1000	17,000.00	1,750.00
		16740	100		12-15-52	1,537.50				100	1,537.50	0.
					12-15-52	1,537.50				100	1,537.50	0.
TOTALS STOCKS				$111,085.28		$ 32,179.56	$ 8,698.77		$ 2,849.74		$137,415.81	$ 7,695.10
BONDS	ISSUED		MATURITY									
U.S. 2 1/4	2- 1-44		12-15-65/70	$ 2,000.00	1-18-52	$	$ 1,922.10	$ 77.90	$		$	$ 17.58
U.S. 2 1/2	4-15-43	59K	6-15-69/64	5,000.00							5,000.00	125.00
U.S. 2 1/2	9-15-43	81A	12-15-69/64	5,000.00							5,000.00	125.00
Ill. Central 4 1/2	12- 1-13		12- 1-63	1,836.25	12-10-52		2,100.00		263.75			90.00
Standard Oil of N.J. 2 3/8	5-p15-56	16736	5-15-71	980.44							980.44	23.75
	5-15-56	16737	5-15-71	980.44							980.44	23.75
Am. Tel and Tel 3 1/2 Det					7- 3-52	700.00					700.00	2.07
TOTALS - BONDS				$ 15,797.13		$ 700.00	$ 4,022.10	$ 77.90	$ 263.75		$ 12,660.88	$ 407.15
READING TRUST AND F.C.X. DIVIDENDS												2.38
TOTALS				$126,882.41		$ 32,879.56	$ 12,720.87	$ 77.90	$ 3,113.49		$150,076.69	$ 8,104.63

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INVESTMENTS J. H. HEDRICK ANNUITY FUND
DECEMBER 31, 1952

EXHIBIT G

		CERTIFICATE NUMBER	SHARES	COST	DIVIDENDS INTEREST
American Enka Corp.	C	8234	50	$ 1,391.67	$ 100.00
American Enka Corp.	C	16003	100	2,783.33	200.00
Bethlehem Steel Corp.	K	185762	100	2,854.94	400.00
Bethlehem Steel Corp.	L	376181	50	1,427.47	200.00
Chase National Bank	H	154305	100	3,675.00	200.00
Chase National Bank		484210	23	796.38	46.00
Cahmpion Paper & Fibre Co.	TC	1622	100	1,190.61	150.00
Champion Paper & Fibre Co.	CC	3517	100	1,190.60	150.00
International Cellucotton	CO	2456	50	725.00	75.00
International Cellucotton	CCO	4334	50	725.00	75.00
Keystone Custodian B-3		46298	200	3,632.00	212.00
Keystone Custodian E-3		78821	6	105.48	6.36
Keystone Custodian K-1		46499	200	3,910.00	172.00
Keystone Custodian S-2		34862	100	1,511.00	128.00
Kroger Grocery	NC	2552	100	2,399.72	190.00
Kroger Grocery	NC	14132	100	2,399.72	190.00
Kroger Grocery	NC/O	47396	40	1,418.05	76.00
Newberry Federal Savings & Loan		938		5,000.00	225.00
Shuford Mills, Inc.		212	111	1,637.25	88.80
Wachovia Bank & Trust Co.		7783	50	3,150.00	150.00
TOTALS				$ 41,923.22	$ 3,034.16

EXHIBIT H

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUEST FOR ENDOWMENT
YEAR ENDED DECEMBER 31, 1952

BALANCE AT 12-31-51		$ 112,726.34	
First Greensboro Fesperman Bible Class	$ 377.54		
Mrs. Frances A. Hewitt	1,500.00		
Charles Turner	500.00		
Sale American Telephone & Telegraph Rights	199.74		
J. G. Goldston	1,000.00		
S. E. Tucker	100.00		
Reading Trust Company	1.47		
T. L. Huffman Estate	263.92		
Wade A. Shuford	500.00		
J. W. Abernathy, Jr.	500.00		
T. M. Stanback	1,500.00		
TOTAL		6,442.67	
TOTAL		$ 119,169.01	
DEDUCT			
TRANSFERS TO			
Wade A. Shuford Fund	1,500.00		
Julius Abernathy Fund	1,500.00		
TOTAL		$ 3,000.00	
NET BALANCE 12-31-52			$ 116,169.01

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
MEMORIAL CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1952

EXHIBIT I

BALANCE 12-31-51		$ 981.32	
RECEIPTS			
Emma Boegil	$ 55.00		
W. R. Ridenhour	5.00		
Mrs. Louise Moran	70.00		
Mrs. M. J. Abernathy	5.00		
Mrs. John Fritts	3.00		
Jospeh C. Bogler	5.00		
Mrs. Boyd Moose	16.00		
Rev. Milton Whitner	25.00		
George L. Lyerly	90.00		
Charles E. Brantly	10.00		
Mrs. J. W. Bardely	5.00		
TOTAL		289.00	
TOTAL			$ 1,270.32

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH IN BANKS
DECEMBER 31, 1952

SCHEDULE 1

CURRENT FUND		
Bank of Rockwell, Rockwell, N. C.	603.43	
Security Bank and Trust Co., Salisbury, N.C.	1,253.49	
TOTAL		1,856.92
ENDOWMENT FUND		
Citizens National Bank, Concord, N. C.	333.85	
Northwestern Bank, Hickory, N.C.	2,549.00	
TOTAL		2,882.85
TOTAL CASH IN BANKS		4,739.77

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CURRENT FUND - OTHER CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1952

SCHEDULE 2

Margaret Sink	20.00	
Mrs. R. E. Deal	25.00	
A. M. Crowell, Sr.	100.00	
G. A. Batti	9.00	
James W. Freeman	50.00	
Ruth Evertte	1.00	
Miss Edith Hershey	8.00	
L. C. Holshouser	100.00	
A. J. Harwood	10.00	
Carolina Maid Products	250.00	
J. C. Fisher	6.10	
Mr. and Mrs. J. E. Fisher	15.00	
Mrs. Jessie Flint	5.00	
Fred N. Livengood "Friends"	100.00	
United Veneer	300.00	
George McCorkle	15.00	
Jospeh F. Cannon Trust Fund	327.00	
J. M. Andrews	10.00	
Kings Daughters, Salisbury, NC.	10.00	
Raney Motor Company	25.00	
Western Auto Stores, Lexington	25.00	
Rev. C. F. Lehr	5.00	
A. Friend, Mellvale, Pa.	2.00	
Atlantic Acceptance Corp.	50.00	
J. G. Goldston	200.00	
Cone Foundation	100.00	
Joe H. Smith	50.00	
TOTAL CASH CONTRIBUTIONS		1,818.10
CONTRIBUTIONS IN KIND		
Food	1,200.00	
Clothing	900.00	
Bus Operation Christmas Fort Bragg	2,200.00	
TOTAL		4,300.00
TOTAL		6,118.10

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1953

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

April 8, 1954

Chairman, Board of Directors
Nazareth Orphans Home
Crescent, North Carolina

Gentlemen:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of the Nazareth Orphans Home and submit herewith our report consisting of nine (9) Exhibits and two (2) supporting Schedules.

Exhibit A is a consolidated Balance Sheet of all funds showing the assets of your organization as of the above date. Against the assets we have set up the source of funds as no liabilities were found in the course of our examination.

Exhibit B - Your cash receipts and cash disbursements for the period under review are shown on this Exhibit together with the cash in bank as of December 31st, 1952 and December 31st, 1953.

Exhibit C presents Balance Sheet by funds.

Exhibit D shows an analysis of the current fund surplus showing an increase of $ 942.39. This applies to the current fund only.

Exhibit E shows the income and expenses of the Home which resulted in an excess of income over expenses in the amount of $ 942.39.

Exhibit F shows your investments in the General Endowment Fund. The total investment at cost amounted to $ 158,752.96. We did not compute the present value of these stocks for the current year.

During the year, stock in the Real Silk Hosiery Mill was sold for $ 1,926.61 which was $ 509.25 more than cost and this profit has been added to other gifts and accumulations.

Exhibit G shows the investments in the J. T. Hedrick Annuity Fund. During the year stock in the Wachovia Bank and Trust Company was sold at a profit of $ 2,799.22. As of December 31st, 1952 this fund amounted to $ 42,000.00 and to this $ 42,000.00 has been added the profit on the Wachovia Bank and Trust Company stock which raises the fund to $ 44,799.22 and of this fund there is invested in stock $ 44,459.82 leaving uninvested cash in the amount of $ 339.40.

Exhibit H Shows the specific bequests on the Endowment Fund with additions, deductions and transfers as noted thereon.

Exhibit I shows the status of the Memorial Contributions with the Memorials contributed during the year.

All other Schedules and Exhibits are in my opinion, self-explanatory.

Respectfully submitted,

Thos. P. Zum Brunnen
Certified Public Accountant

tpz/mtc

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1953

EXHIBIT A

ASSETS			
Cash In Banks - Current Fund		$ 3,317.81	
Cash In Bank - General Endowment	$ 3,276.55		
Cash In Bank - Hedrick Fund	339.40	3,615.95	
TOTAL CASH			$ 6,933.76
Prepaid Insurance		$ 528.57	
Provisions		1,200.00	
TOTAL			1,728.57
Sundry House and Farm Equipment For Use		$ 18,708.50	
Rolling Stock, Bus Net		2,100.00	
Plant, Land and Buildings		190,437.59	
Investments General Endowment		158,752.96	
Investments Hedrick Annuity Funds		44,459.82	
TOTAL			414,458.87
TOTAL ASSETS			$ 423.121.20
LIABILITIES			
Fund Sources			
Student Aid Funds		$ 1,125.00	
L. A. Corriher Machinery Funds		3,000.00	
Surplus Current Fund		21,729.88	
Specific Bequests, Plant Fund		35,461.58	
Specific Bequest, Endowment Funds		124,085.51	
Memorial Contributions, Endowments		1,356.32	
Gifts and Accumulations		188,063.69	
Wade H. Shuford Fund		2,000.00	
Julius Abernathy Fund		1,500.00	
J. T. Hedrick Annuity Fund		44,799.22	
TOTAL FUNDS			$ 423,121.20

EXHIBIT B

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED DECEMBER 31, 1953

RECEIPTS		
Contributions From Religious Organizations	$ 17,455.75	
Transferred From Endowment	1,100,00	
Contributions from Civic Organizations	346.88	
Duke Endowment	1,284.71	
Parents, Relatives and Guardians	4,581.30	
Other Contributions and Donsations	1,247.50	
Income from Investments	8,841.75	
Income From Investments, Hedrick Annuity	3,284.32	
Sale of Farm Products	678.94	
Insurance Premium Refunds	91.81	
Fire Loss Recovery	294.37	
Stocks and Bonds Sold	12,875.83	
Endowment Fund Contributions	9.516.50	
Memorial Contributions	86.00	
Reserve Fund Contributions	135.00	
TOTAL RECEIPTS	$ 61,820.66	
Balance in Banks 12-31-52	4,739.77	
TOTAL		$ 66,560.43
DISBURSEMENTS		
Administrative Expenses, Salaries etc.	$ 4,463.13	
Household Expense, Food, Clothing, etc.	17,107.54	
Health	468.93	
Education	2,540.77	
Plant Operation and Maintenance	3,712.94	
Farm, Feed and Supplies	6,701.99	
Hedrick Annuity	2,269.64	
Transferred to Current Fund	1,100.00	
Endowment Fund Investments	20,780.23	
Farm Machinery	481.50	
TOTAL	$ 59,626.67	
Cash In Banks 12-31-53	6,933.76	
TOTAL		$ 66,560.43

EXHIBIT C

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET BY FUNDS
DECEMBER 31, 1953

ASSETS

I CURRENT			
Cash In Banks		$ 3,317.81	
Prepaid Insurance		528.57	
Provisions on Hand		1,200.00	
Sundry Equipment		18,708.50	
Rolling Stock - Bus	$ 3,500.00		
LESS: Reserve for Depreciation	1,400.00	2,100.00	
TOTAL CURRENT OR OPERATING ASSETS			$ 25,854.88
II PLANT FUND INVESTMENTS			
Land		$ 30,500.00	
Buildings		147,560.00	
Farm Buildings		11,650.00	
Fire Fighting Equipment		727.59	
TOTAL PLANT INVESTMENTS			190,437.59
III ENDOWMENT FUND INVESTMENTS			
Cash In Banks		$ 3,615.95	
Stocks and Bonds		158,752.96	
Stocks, J. T. Hedrick Annuity		44,459.82	
TOTAL ENDOWMENT FUND INVESTMENTS			206,828.73
TOTAL ASSETS			$ 423,121.20

LIABILITIES AND FUND SOURCES

I CURRENT		
Student Loan Fund	$ 1,125.00	
L. A. Corriher Machinery Fund	3,000.00	
Surplus	21,729.88	
TOTAL CURRENT FUNDS		$ 25,854.88
II PLANT FUND SOURCES		
Specific Bequests	$ 35,461.58	
Gifts and Accumulations	154,976.01	
TOTAL FUNDS		190,437.59
III ENDOWMENT FUNDS		
J. T. Hedrick Annuity Fund	$ 44,799.22	
Specific Bequests	124,085.51	
Memorial Contributions	1,356.32	
Gifts and Accumulations	22,748.34	
From Current Funds	10,339.34	
Wade Shuford Fund	2,000.00	
Julius Abernathy Fund	1,500.00	
TOTAL ENDOWMENT FUNDS		206,828.73
TOTAL FUNDS		$ 423,121.20

EXHIBIT D

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF CURRENT FUND SURPLUS
YEAR ENDED DECEMBER 31, 1953

Surplus 12-31-52	$ 20,787.49	
ADD:		
Excess of Income Over Expenses See Exhibit E	942.39	
SURPLUS 12-31-53		$ 21,729.88

EXHIBIT E
SHEET 1

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSES
YEAR ENDED DECEMBER 31, 1953

INCOME			
Contributions From Religious Organizations		$ 18,555.75	
Contributions From Civic Organizations		346.88	
Duke Endowment		1,284.71	
Parents, Relatives and Friends		4,581.30	
Other Contributions and Donations		2,747.50	
Income From Investments		8,841.75	
Income, J. T. Hedrick Annuity Investments	$ 3,284.32		
Less Annuity Paid	2,269.64	1,014.68	
Sale Farm and Dairy Products		678.94	
TOTAL INCOME			$ 38,051.51
EXPENSES			
ADMINISTRATIVE			
Salaries	$ 2,420.13		
Office Supplies	56.12		
Telephone and Telegraph	276.47		
Insurance	969.46		
Conference Expense	10.00		
Finance and Publicity	474.72		
Federal Insurance Compensation Tax	164.42		
TOTAL		$ 4,371.32	
HOUSEHOLD EXPENSE			
Salaries and Wages	$ 5,240.72		
Food	7,449.25		
Clothing and Toilet Accessories	3,137.04		
Laundry	831.03		
Household Supplies	926.10		
Recreation	976.88		
Travel Relating to Children	336.52		
Miscellaneous	10.00		
TOTAL		18,907.54	
HEALTH			
Salaries and Fees	$ 150.00		
Supplies	318.93		
TOTAL		468.93	
EDUCATION			
Salaries	$ 674.05		
Supplies	1,798.08		
Apportionment	68.64		
TOTAL		2,540.77	
TOTALS FORWARDED		$ 26,288.56	$ 38,051.51

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSES
YEAR ENDED DECEMBER 31, 1953

EXHIBIT E
SHEET 2

BROUGHT FORWARD		$ 26,288.56	$ 38,051.51
PLANT EQUIPMENT AND MAINTENANCE			
Salaries and Wages	$ 278.50		
Fuel, Light and Power	2,915.34		
Replacement and Repairs	89.96		
Depreciation Bus	700.00		
Travel, Institutional	114.77		
Miscellaneous	20.00		
TOTAL		4,118.57	
FARM, DAIRY AND GARDEN			
Salaries and Wages	$ 2,964.50		
Supplies	2,712.72		
Replacement and Repairs	724.77		
Replacement, Livestock	300.00		
TOTAL		6,701.99	
TOTAL EXPENSES			37,109.12
EXCESS OF INCOME OVER EXPENSES			$ 942.39

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCK AND BOND TRANSACTIONS
YEAR 1953

EXHIBIT F
SHEET 1

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-52	YEARS TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1953 SHARES	COST	DIVIDENDS RECEIVED
American Tobacco Co.	Com B	B 35090	100	$ 7,378.35		$	$			100	$ 7,378.35	$ 400.00
American Tobacco Co.		BB 56802	20	1,475.67						20	1,475.67	80.00
		BB 264718	42	3,098.91						42	3,098.91	168.00
		TBB 31948	32	2,361.07						32	2,361.07	128.00
American Tel & Tel		S 185810	6	827.85	4- 1-53		12.59			6	815.26	54.00
		A 613325	30	4,453.40	4- 1-53		67.72			30	4,385.68	270.00
		A 687771	14	2,223.69	4- 1-53		33.81			14	2,189.88	126.00
		T 218482	7		4- 1-53	1,075.55				7	1,075.55	47.25
Alabama Mills		C 27425	500	7,250.00						500	7,250.00	325.00
		C 29950	100	1,475.00						100	1,475.00	65.00
		C 29951	100	1,475.00						100	1,475.00	65.00
		C 29952	100	1,475.00						100	1,475.00	65.00
		C 29953	100	1,475.00						100	1,475.00	65.00
		C 29954	100	1,475.00						100	1,475.00	65.00
		C 30879	100	1,175.00						100	1,175.00	65.00
		C 30880	100	1,175.00						100	1,175.00	65.00
Bud and Sons		C 2426	100	2,487.50						100	2,487.50	75.00
		C 3216	100	2,487.50						100	2,487.50	75.00
Cleveland Cliff Iron Co.	Pref.	PO 1810	40	3,374.55						40	3,374.55	180.00
	Pref.	PO 5820	25	2,142.00						25	2,142.00	112.52
	Com.	CO 3776	40	465.45						40	465.45	48.00
	Com.	CO 15150	25	295.50						25	295.50	30.00
Dan River Mills		C 10470	100	1,500.00						100	1,500.00	75.00
		CO 9237	50	750.00						50	750.00	37.50
		C 10746	100	1,312.50						100	1,312.50	75.00
		C 10747	100	1,312.50						100	1,312.50	75.00
		C 10748	100	1,312.50						100	1,312.50	75.00
		CO 9429	50	656.25						50	656.25	37.50
Interstate Engineering Co.	Com.	12501	100	1,766.67						100	1,766.67	40.00
		12502	100	1,766.67						100	1,766.67	40.00
		12503	100	1,766.66						100	1,766.66	40.00
Kingan and Company	Pref.	BB 586	20	1,710.00			1,710.00					0.
Landers, Frary and Clark	Com.	86588	75	2,775.00						75	2,775.00	112.50
Lexington Grocery Co.	5% Pref.	8	5	500.00						5	500.00	25.00
Mooresville Mills	Com.	5221	1000	8,483.37						1000	8,483.37	0.
		5333	50	471.30						50	471.30	0.
		5343	150	1,413.89						150	1,413.89	0.
		5356	100	942.59						100	942.59	0.
		5379	39	339.33						39	339.33	0.
		6700	40	349.52						40	349.52	0.
National City Bank of N. Y.		C 142801	100	3,841.56	2-16-53		153.66			100	3,687.90	200.00
		CO 328703	17	683.42	2-16-53		27.34			17	656.08	34.00
		CO 433438	4		2-16-53	150.56				4	150.56	
		CO 448455	1		2-16-53	37.64				1	37.64	8.18
TOTALS FORWARDED				$ 83,700.17		$ 1,263.75	$ 2,005.12				$ 82,958.80	$ 3,448.45

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCKS AND BONDS TRANSACTIONS
YEAR 1953

EXHIBIT F
SHEET 2

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-52	YEARS TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1953 SHARES	COST	DIVIDENDS RECEIVED
BROUGHT FORWARD				$ 83,700.17		$ 1,263.75	$ 2,005.12		$		$ 82,958.80	$ 3,448.45
R.J.Reynolds Tobacco Co.	Com B	BL 327368	66	2,211.00						66	2,211.00	132.00
		BL 333888	50	1,675.00						50	1,675.00	100.00
Real Silk Hosiery Co.	Com	C 8053	100	1,417.36	8-25-53		1,926.61		509.25			0.
A. O. Smith Corp.	Com	14611	100	3,527.77						100	3,527.77	200.00
	Com	14612	100	3,527.76						100	3,527.76	200.00
Savannah Sugar Ref.Corp.	Com	SF 6270	50	2,087.50						50	2,087.50	150.00
Spindale Mills	Com	B 2779	100		5- 8-53	2,050.00				100	2,050.00	160.00
	Com	B 2780	100		5- 8-53	2,050.00				100	2,050.00	160.00
	Com	B 2781	100		5- 8-53	2,050.00				100	2,050.00	160.00
	Com	B 2861	50		10-12-53	1,025.00				50	1,025.00	20.00
State Loan & Finance Co.	6% Pref.	P 1098	100	2,359.25						100	2,359.25	150.00
	Com	A 1114	25	70.37						25	70.37	21.25
		A 5545	25	70.38						25	70.38	21.25
The Home Insurance Co.		B 170231	100	2,987.50						100	2,987.50	240.00
		B 170232	100	2,987.50						100	2,987.50	240.00
The New Brittian Mach.Co.		C 31653	100	3,650.00						100	3,650.00	525.00
The New Brittian Mach.Co.		C 37913	50	1,000.00						50	1,000.00	262.50
Textiles	Pref.	3449	41	830.25						41	830.25	41.00
	Pref.	3450	30	615.00						30	615.00	30.00
	Com.	13057	100	1,200.00						100	1,200.00	125.00
		13058	100	1,200.00						100	1,200.00	125.00
		13066	100	1,200.00						100	1,200.00	125.00
		15498	64	1,024.00						64	1,024.00	80.00
		15562	1000	17,000.00						1000	17,000.00	1,250.00
		16739	100	1,537.50						100	1,537.50	125.00
		16740	100	1,537.50						100	1,537.50	125.00
Wiscassette Mills Co.	Com	2760	10		4-22-53	2,650.00				10	2,650.00	100.00
Hygrade Food Products Corporation	4% Pref.	TP 77	20		9-29-53	1,710.00				20	1,710.00	80.00
TOTAL STOCKS				$ 137,415.81		$ 12,798.75	$ 3,931.73		$ 509.25		$ 146,792.08	$ 8,396.45
BONDS	ISSUED		DUE									
U. S. 2½	4-15-43	59K	6-15-69/64	$ 5,000.00			$				$ 5,000.00	$ 125.00
U. S. 2½	9-15-43	81A	12-15-69/64	5,000.00							5,000.00	125.00
Standard Oil of N. J. 2 3/8	5-15-56	16736	5-15-71	980.44							980.44	23.75
	5-15-56	16737	5-15-71	980.44							980.44	23.75
American Tel & Tel	7- 3-52			700.00	4- 1-53		700.00				0.	12.25
TOTAL BONDS				$ 12,660.88			$ 700.00				$ 11,960.88	$ 309.75
TOTAL STOCKS				$ 150,076.69		$ 12,798.75	$ 4,631.73		$ 509.25		$ 158,752.96	$ 8,706.20

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INVESTMENTS J. T. HEDRICK ANNUITY FUND
YEAR 1953

EXHIBIT G

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-52	YEARS TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1953 SHARES	COST	DIVIDENDS
American Enka	Com	C 8234	50	$ 1,391.67		$	$		$	50	$ 1,391.67	$ 100.00
		C 16003	100	2,783.33						100	2,783.33	200.00
Bethlehem Steel Corp.	Com	K 185762	100	2,854.94						100	2,854.94	400.00
		L 376181	50	1,427.47						50	1,427.47	200.00
Chase National Bank		H 154305	100	3,675.00						100	3,675.00	200.00
		484210	23	796.38						23	796.38	46.00
		204586	100		5- 8-53	4,536.60				100	4,536.60	100.00
Champion Paper Fibre Co.	Com	TC 1622	100	1,190.61						100	1,190.61	162.50
		CC 3517	100	1,190.60						100	1,190.60	162.50
International CelluCotton	Com	CO 2456	50	725.00						50	725.00	75.00
		CCO 4334	50	725.00						50	725.00	75.00
Keystone Custodian B-3		46298	200	3,632.00						200	3,632.00	324.00
		78821	6	105.48						6	105.48	9.72
Keystone Custodian K-1		46499	200	3,910.00						200	3,910.00	252.00
Keystone Custodian S-2		34862	100	1,511.00						100	1,511.00	186.00
Kroger Grocery		NC 2552	100	2,399.72						100	2,399.72	200.00
		NC 14132	100	2,399.72						100	2,399.72	200.00
		NC/047396	40	1,418.05						40	1,418.05	80.00
Newberry Federal Savings and Loan		938		5,000.00	7- 1-53		5,000.00					75.00
Shuford Mills, Inc.		212	111	1,637.25						111	1,637.25	66.60
Spindale Mills		B 2858	100		10-12-53	2,050.00				100	2,050.00	40.00
		B 2859	100		10-12-53	2,050.00				100	2,050.00	40.00
		B 2860	100		10-12-53	2,050.00				100	2,050.00	40.00
Wachovia Bank and Trust Co.		7783	50	3,150.00	5- 8-53		5,949.22		2,799.22			50.00
TOTALS				$ 41,923.22		$ 10,686.60	$ 10,949.22		$ 2,799.22		$ 44,459.82	

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENT
YEAR ENDED DECEMBER 31, 1953

EXHIBIT H

BALANCE AT 12-31-52			$ 116,169.01
ADDITIONS DURING 1953			
First Greensboro Fesperman Bible Class		$ 363.95	
Shuford Mills		4,000.00	
Sale of Timber		4,628.44	
William Schall, Reading Trust Co.		24.11	
TOTAL		$ 9,016.50	
DEDUCT: Transfers to Current Fund			
Contributions from Religious Organizations			
J. G. Goldston 5-13-52	$ 1,000.00		
S. E. Tucker 5- 13-52	100.00		
TOTAL		1,100.00	
NET INCREASE			7,916.50
NET FUND 12-31-53			$ 124,085.51

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
MEMORIAL CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1953

EXHIBIT I

12-31-52 BALANCE		$ 1,270.32
CONTRIBUTIONS DURING YEAR		
L. N. Noland	$ 10.00	
Mrs. W. A. Beck	3.00	
Charlie Brantley	25.00	
Mrs. Colin Clodfelter	3.00	
Homer L. Ferguson	25.00	
Hoy Lee Fesperman, Jr.	10.00	
Rev. John A. Koons	10.00	
TOTAL		86.00
12-31-53 TOTAL MEMORIALS		$ 1,356.32

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH IN BANK
DECEMBER 31, 1953

SCHEDULE 1

CURRENT FUND		
Bank of Rockwell, Rockwell, N. C.	$ 912.27	
Security Bank and Trust Co., Salisbury, North Carolina	2,405.54	
TOTAL		$ 3,317.81
ENDOWMENT FUND		
Citizens National Bank, Concord, N. C.	$ 197.60	
Northwestern Bank, Hickory, N. C.	3,418.35	
TOTAL		3,615.95
TOTAL CASH IN BANKS		$ 6,933.76

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CURRENT FUND, OTHER CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1953

SCHEDULE 2

A. W. Barley	$ 10.00	
G. A. Batts	2.00	
Mrs. Elsie Chaney	10.00	
Hickory Manufacturing Co.	300.00	
John A. Walker	10.00	
Alumni Association	45.00	
J. Y. Peeler	5.00	
A. J. Harwood	10.00	
Mrs. C. C. Wagoner	10.00	
Bazaar Fund, Mrs Rachel Sigmon	5.00	
J. A. Smith	100.00	
Weaver Insurance Agency	25.00	
Edith B. Hershey	2.00	
Mr. and Mrs. J. A. Fisher	15.00	
Joseph F. Cannon, Trust	363.50	
George McCorkle	10.00	
Margaret Sink	25.00	
Conover Furniture Company	300.00	
TOTAL		$ 1,247.50
CONTRIBUTIONS IN KIND		
Food	$ 1,100.00	
Clothing	400.00	
TOTAL		1,500.00
TOTAL		$ 2,747.50

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

DECEMBER 31, 1954

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS HOME

CRESCENT, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

January 29, 1955

Chairman, Board of Directors
Nazareth Orphans Home
Crescent, North Carolina

Gentlemen:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of the Nazareth Orphans Home and submit herewith our report consisting of ten (10) Exhibits and two (2) Supporting Schedules.

Exhibit A is a consolidated Balance Sheet of all funds showing the assets of your organization as of the above date. Against the Assets we have set up the source of funds as no liabilities were found in the course of our examination.

Exhibit B - Your Cash Receipts and Cash Disbursements for the period under review are shown on this Exhibit together with the cash in the Bank at December 31, 1953 and December 31, 1954.

Exhibit C presents Balance Sheet by funds.

Exhibit D shows an analysis of the current fund surplus showing an increase of $1,582.14. This increase is brought about by transfer from reserve account which is carried in the Endowment Fund of $1,771.36. Expenses for the year exceeded income in the amount of $189.52.

Exhibit E shows the income and expenses of the Home which resulted in a Net Deficit from operation during the year of $189.52. This, of course, does not represent a cash deficit since we have charged off $700.00 in depreciation and have reduced prepaid insurance in the amount of $219.87 so that subtracting from this total of $919.87 the loss shown by Exhibit E of $189.52 we find that the actual receipts exceeded disbursements by $730.35.

Exhibit F shows your investments in the General Endowment Fund at cost. We have made no attempt to compute actual values of these stocks at December 31. The yield based on cost for the General Endowment represents 5.59% of that cost.

Exhibit G shows the Investments in the J. T. Hedrick Annuity fund at cost. The yield on this fund represents 8.7% of cost.

Exhibit H shows the specific bequests on the Endowment Fund with the additions during the year.

Exhibit I shows the status of the Memorial Contributions together with the Memorials contributed during the year.

Exhibit J shows the Source of Funds for the Old Folks Home which is a new fund and in fact is a Trust Fund to be held by the Orphanage until such time as it is feasible to construct a home for the aged.

All other Schedules and Exhibits are, in my opinion, self explanatory.

Respectfully submitted,

Thos. P. Zum Brunnen
Certified Public Accountant

TPZ:mba

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1954

EXHIBIT A

ASSETS			
Cash in Bank - Current Fund		$ 5,819.52	
Cash in Bank - General Endowment	$ 2,495.32		
Cash in Bank - Hedrick Fund	339.40		
Cash in Bank - Home for Aged	555.81	3,390.53	
TOTAL CASH			$ 9,210.05
Prepaid Insurance		$ 308.70	
Provisions		1,200.00	
TOTAL			1,508.70
Sundry House and Farm Equipment for Use		$ 18,708.50	
Rolling Stock Bus Net		1,400.00	
Plant Land and Buildings		190,437.59	
Investments - General Endowment		160,852.96	
Investments - Hedrick Annuity		44,459.82	
TOTAL			415,858.87
TOTAL ASSETS			$ 426,577.62
LIABILITIES			
FUND SOURCES			
Student Loan Fund	$ 1,125.00		
L. A. Corriher Machinery Funds	3,000.00		
Current Fund Surplus	23,311.72		
TOTAL CURRENT FUND		$ 27,436.72	
Specific Bequests - Plant Fund	$ 35,461.58		
Gifts & Accumulations - Plant Fund	154,976.01		
TOTAL PLANT FUND		190,437.59	
Specific Bequests - Endowment Fund	$ 126,047.96		
Memorial Contributions Endowment	1,984.00		
Gifts and Accumulations	31,316.32		
Wade H. Shuford Fund	2,500.00		
Julius Abernathy Fund	1,500.00		
J. T. Hedrick Annuity Fund	44,799.22		
Home for Aged Fund	555.81		
TOTAL ENDOWMENT FUND		208,703.31	
TOTAL FUNDS			$ 426,577.62

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED DECEMBER 31, 1954

EXHIBIT B

RECEIPTS		
Contributions from Religious Organizations	$ 16,988.15	
Transfer from Endowment Reserve	1,771.36	
Contributions from Civic Organizations	362.90	
Duke Endowment	1,644.85	
Parents Relatives and Guardians	4,543.90	
Other Contributions and Donations	1,785.20	
Income from Investments	8,877.54	
Income from Investments - Hedrick Annuity	3,871.66	
Sale of Farm and Dairy Products	1,902.31	
Telephone and Telegraph Rebate	5.00	
F.I.C.A. Tax Refund	9.70	
Refund Food Purchases	21.00	
Refund Farm Supplies	25.25	
Endowment Fund Contributions	3,090.13	
Home for the Aged	555.81	
TOTAL RECEIPTS	$ 45,454.76	
Balance in Banks 12-31-53	6,933.76	
TOTAL		$ 52,388.52
DISBURSEMENTS		
Administrative Expense, Salaries, Etc.	$ 5,184.33	
Household Expenses, Food Clothing, Etc.	16,885.18	
Health	881.99	
Education	2,317.80	
Plant Operation and Maintenance	5,246.80	
Travel	149.19	
Farm, Feed and Supplies	6,371.82	
Hedrick Annuity	2,270.00	
Ednowment Fund Investments	2,100.00	
Transferred to Current Fund	1,771.36	
TOTAL DISBURSEMENTS	$ 43,178.47	
Cash in Banks 12-31-54	9,210.05	
TOTAL		$ 52,388.52

EXHIBIT C

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
BALANCE SHEET BY FUNDS
DECEMBER 31, 1954

ASSETS

I CURRENT			
Cash in Banks		$ 5,819.52	
Prepaid Insurance		308.70	
Provisions Inventory		1,200.00	
Sundry Equipment		18,708.50	
Rolling Stock, Bus	$ 3,500.00		
LESS: Reserve for Depreciation	2,100.00	1,400.00	
TOTAL CURRENT OR OPERATING ASSETS			$ 27,436.72
II PLANT FUND INVESTMENTS			
Land		$ 30,500.00	
Building		147,560.00	
Farm Buildings		11,650.00	
Fire Fighting Equipment		727.59	
TOTAL PLANT INVESTMENTS			190,437.59
III ENDOWMENT FUND INVESTMENTS			
Cash in Banks		$ 3,390.53	
Stocks and Bonds		160,852.96	
Stocks J. T. Hedrick Annuity		44,459.82	
TOTAL ENDOWMENT FUNDS			208,703.31
TOTAL ASSETS			$ 426,577.62

LIABILITIES AND FUND SOURCES

I CURRENT		
Student Loan Fund	$ 1,125.00	
L. A. Corriher, Machinery Fund	3,000.00	
Surplus	23,311.72	
TOTALS CURRENT FUND		$ 27,436.72
II PLANT FUND SOURCES		
Specific Bequests	$ 35,461.58	
Gifts and Accumulations	154,976.01	
TOTAL FUNDS		190,437.59
III ENDOWMENT FUND SOURCES		
J. T. Hedrick Annuity Fund	$ 44,799.22	
Specific Bequests	126,047.96	
Memorial Contributions	1,984.00	
Gifts and Accumulations	22,748.34	
From Current Fund	2,830.85	
Reserve for Current Fund Use	5,737.13	
Wade H. Shuford Fund	2,500.00	
Julius Abernathy Fund	1,500.00	
Home for the Aged	555.81	
TOTAL ENDOWMENT FUND		208,703.31
TOTAL FUNDS		$ 426,577.62

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
ANALYSIS OF CURRENT FUND SURPLUS
YEAR ENDED DECEMBER 31, 1954

EXHIBIT D

SURPLUS DECEMBER 31, 1953	$ 21,729.88	
ADD:		
Transfer from Reserve Account	1,771.36	
TOTAL	$ 23,501.24	
DEDUCT:		
Excess of Expense Over Income	189.52	
SURPLUS DECEMBER 31, 1954		$ 23,311.72

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSE
YEAR ENDED DECEMBER 31, 1954

EXHIBIT E
SHEET 1

INCOME			
Contributions from Religious Organizations		$ 16,988.15	
Contributions from Civic Organizations		362.90	
Duke Endowment		1,644.85	
Parents, Relatives and Guardians		4,543.90	
Other Contributions and Donations		4,135.20	
Income From Investments		8,877.54	
Income from Hedrick Annuity Invest.	$ 3,871.66		
Less Annuities Paid	2,270.00	1,601.66	
Sale of Farm and Dairy Products		1,902.31	
TOTAL INCOME			$ 40,056.51
EXPENSES			
ADMINISTRATIVE			
Salaries	$ 3,355.90		
Office Supplies	81.14		
Telephone and Telegraph	227.87		
Insurance	1,087.44		
Conference Expense and Dues	44.19		
Finance and Publicity	376.20		
F.I.C.A. Tax	216.76		
TOTAL		$ 5,389.50	
HOUSEHOLD EXPENSE			
Salaries and Wages	$ 5,228.21		
Food	9,172.04		
Clothing and Toilet Accessories	2,387.81		
Laundry	732.72		
Household Supplies	1,354.83		
Recreation	338.57		
TOTAL		19,214.18	
HEALTH			
Hospital	$ 333.00		
Docotrs Fees	171.25		
Supplies	377.74		
TOTAL		881.99	
EDUCATION			
Salaries	$ 333.37		
Supplies	1,906.55		
Approtionment	77.88		
TOTAL		2,317.80	
TOTALS FORWARDED		$ 27,803.47	$ 40,056.51

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSE
YEAR ENDED DECEMBER 31, 1954

EXHIBIT E
SHEET 2

BROUGHT FORWARD		$ 27,803.47	$ 40,056.51
PLANT EQUIPMENT AND MAINTENANCE			
Salaries and Wages	$ 180.00		
Fuel, Light and Power	2,910.09		
Replacements and Repairs	2,129.71		
Depreciation, Bus	700.00		
Miscellaneous	27.00		
Travel	149.19		
TOTAL		6,095.99	
FARM			
Salaries and Wages	$ 3,128.65		
Supplies	2,807.54		
Replacements and Repairs	410.38		
TOTAL		6,346.57	
TOTAL EXPENSES			40,246.03
EXCESS OF EXPENSES OVER INCOME			$ 189.52

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCK AND BOND TRANSACTIONS
YEAR 1954

EXHIBIT F
SHEET 1

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-53	YEARS TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1954 SHARES	COST	DIVIDENDS RECEIVED
Alabama Mills	Com.	C 27425	500	$ 7,250.00		$	$			500	$ 7,250.00	$ 175.00
		C 29950	100	1,475.00						100	1,475.00	35.00
		C 29951	100	1,475.00						100	1,475.00	35.00
		C 29952	100	1,475.00						100	1,475.00	35.00
		C 29953	100	1,475.00						100	1,475.00	35.00
		C 29954	100	1,475.00						100	1,475.00	35.00
		C 30879	100	1,175.00						100	1,175.00	35.00
		C 30880	100	1,175.00						100	1,175.00	35.00
American Tel. and Tel.	Com.	S 185810	6	815.26						6	815.26	54.00
		A 613325	30	4,385.68						30	4,385.68	270.00
		A 687771	14	2,189.88						14	2,189.88	126.00
		T 218482	7	1,075.55						7	1,075.55	63.00
American Tobacco Co.	Com. B	B 35090	100	7,378.35						100	7,378.35	440.00
		BB 56802	20	1,475.67						20	1,475.67	88.00
		BB264718	42	3,098.91						42	3,098.91	184.80
		TBB 31948	32	2,361.07						32	2,361.07	140.80
Bird and Sons	Com.	C 2426	100	2,487.50						100	2,487.50	125.00
		C 3216	100	2,487.50						100	2,487.50	125.00
Cleveland Cliff Iron Co.	Pref.	PO 1810	40	3,374.55						40	3,374.55	180.00
		PO 5820	25	2,142.00						25	2,142.00	112.52
	Com.	CO 3776	40	465.45						40	465.45	56.00
		CO 15150	25	295.50						25	295.50	35.00
Dan River Mills	Com.	C 10470	100	1,500.00						100	1,500.00	125.00
		CO 9237	50	750.00						50	750.00	62.50
		C 10746	100	1,312.50						100	1,312.50	125.00
		C 10747	100	1,312.50						100	1,312.50	125.00
		C 10748	100	1,312.50						100	1,312.50	125.00
		CO 9429	50	656.25						50	656.25	62.50
Hygrade Food Prod. Corp.	4% Pfd.	TP 77	20	1,710.00						20	1,710.00	80.00
Home Insurance Company	Com.	B 170231	100	2,987.50						100	2,987.50	200.00
	Com.	B 170232	100	2,987.50						100	2,987.50	200.00
Interstate Engineering Co.	Com.	12501	100	1,766.67	5-31-54		294.45			100	1,472.22	75.00
		12502	100	1,766.67	5-31-54		294.45			100	1,472.22	75.00
		12503	100	1,766.66	5-31-54		294.44			100	1,472.22	75.00
		010099	60		5-31-54	883.34				60	883.34	24.00
Landers, Frary and Clark,	Com.	86588	75	2,775.00						75	2,775.00	187.50
Lexington Grocery Co.	5% Pref.	8	5	500.00						5	500.00	25.00
Mooresville Mills	Com.	5221	1,000	8,483.37						1,000	8,483.37	
		5333	50	471.30						50	471.30	
		5342	150	1,413.89						150	1,413.89	
		5356	100	942.59						100	942.59	
		5371	39	339.33						39	339.33	
		6700	40	349.52						40	349.52	
TOTALS FORWARDED				$ 86,111.62		$ 883.34	$ 883.34				$ 86,111.62	$ 3,986.62

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
STOCK AND BOND TRANSACTIONS
YEAR 1954

EXHIBIT F
SHEET 2

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-53	DATE	YEARS TRANSACTIONS COST	SALE	LOSS	GAIN	ON HAND DECEMBER 31, 1954 SHARES	COST	DIVIDENDS RECEIVED
BROUGHT FORWARD				$ 86,111.62		$ 883.34	$ 883.34				$ 86,111.62	$ 3,986.62
National City Bank of N.Y.	Com.	C 142801	100	3,687.90						100	3,687.90	225.00
		C0382703	17	656.08						17	656.08	38.25
		CO 433438	4	150.56						4	150.56	9.00
		CO 448455	1	37.64						1	37.64	2.25
		CO 508958	40		10- 7-54	2,100.00				40	2,100.00	0.
New Brittian Machine Co.	Com.	C 31653	100	3,650.00			1,825.00			100	1,825.00	400.00
	Com.	C 37913	50	1,000.00			500.00			50	500.00	200.00
		D 2285	150		4-15-54	2,325.00				150	2,325.00	450.00
R. J. Reynolds Tob. Co.	Com. B	BL 327368	66	2,211.00						66	2,211.00	158.40
		BL 333888	50	1,675.00						50	1,675.00	120.00
A. O. Smith Corp.	Com.	14611	100	3,527.77						100	3,527.77	200.00
		14612	100	3,527.76						100	3,527.76	200.00
Savannah Sugar Ref. Corp.	Com.	SF 6270	50	2,087.50						50	2,087.50	175.00
Spindale Mills	Com.	B 2779	100	2,050.00						100	2,050.00	145.00
		B 2780	100	2,050.00						100	2,050.00	145.00
		B 2781	100	2,050.00						100	2,050.00	145.00
		B 2861	50	1,025.00						50	1,025.00	72.50
State Loan and Finance Co.	6% Pfd.	1098	100	2,359.25						100	2,359.25	150.00
	Com.	A 1114	25	70.37	9-15-54		35.19			25	35.18	25.62
		A 5545	25	70.38	9-15-54		35.19			25	35.19	25.63
		CAO 11126	50		9-15-54	70.38				50	70.38	8.75
Textiles, Inc.	Pref.	3449	41	830.25						41	830.25	41.00
		3450	30	615.00						30	615.00	30.00
	Com.	13057	100	1,200.00						100	1,200.00	100.00
		13058	100	1,200.00						100	1,200.00	100.00
		13066	100	1,200.00						100	1,200.00	100.00
		15498	64	1,024.00						64	1,024.00	64.00
		15562	1,000	17,000.00						1,000	17,000.00	1,000.00
		16739	100	1,537.50						100	1,537.50	100.00
		16740	100	1,537.50						100	1,537.50	100.00
Wiscasset Mills	Com.	2760	10	2,650.00						10	2,650.00	60.00
TOTAL STOCKS				$ 146,792.08		$ 5,378.72	$ 3,278.72				$ 148,892.08	$ 8,577.02
BONDS	ISSUED	DUE										
U. S. 2½	4-15-43	59 K 6-15-69/64		$ 5,000.00							$ 5,000.00	$ 125.00
U. S. 2½	9-15-43	81 A 12-15-69/64		5,000.00							5,000.00	125.00
Standard Oil of N.J. 2 3/8	5-15-46	16736 5-15-71		980.44							980.44	23.75
	5-15-46	16737 5-15-71		980.44							980.44	23.75
TOTAL BONDS				$ 11,960.88							$ 11,960.88	$ 297.50
TOTAL INVESTMENTS				$ 158,752.96		$ 5,378.72	$ 3,278.72				$ 160,852.96	
Reading Trust												2.06
Rowan F.C.X.												.96
TOTAL INVESTMENT INCOME												$ 8,877.54

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
INVESTMENTS, J. T. HEDRICK ANNUITY FUND
YEAR 1954

EXHIBIT G

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-53	YEARS TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1954 SHARES	COST	DIVIDENDS RECEIVED
American Enka	Com.	C 8224	50	$ 1,391.67		$	$			50	$ 1,391.67	$ 100.00
		6 16003	100	2,783.33						100	2,783.33	200.00
Bethlehem Steel Corp.	Com.	K 185762	100	2,854.94						100	2,854.94	575.00
		L 376181	50	1,427.47						50	1,427.47	287.50
Chase National Bank	Com.	H 154305	100	3,675.00						100	3,675.00	220.00
	Com.	484210	23	796.38						23	796.38	50.60
		204586	100	4,536.60						100	4,536.60	220.00
Champion Paper and Fibre Co.	Com.	TC 1622	100	1,190.61						100	1,190.61	200.00
		CC 3517	100	1,190.60						100	1,190.60	200.00
International Cellucotton Co.	Com.	CO 2456	50	725.00						50	725.00	101.25
		CCO 4334	50	725.00						50	725.00	101.25
Keystone Custodian B-3		46298	200	3,632.00						200	3,632.00	202.00
		78821	6	105.48						6	105.48	6.06
Keystone Custodian K-1		46499	200	3,910.00						200	3,910.00	176.00
Keystone Custodian S 2		34862	100	1,511.00	1- 7-54		755.50			100	755.50	103.00
		93787	100		1- 7-54	755.50				100	755.50	103.00
Kroger Grocery	Com.	NC 2552	100	2,399.72						100	2,399.72	200.00
		NC14132	100	2,399.72						100	2,399.72	200.00
		Nc/0 47396	40	1,418.05						40	1,418.05	80.00
Shuford Mills	Com.	212	111	1,637.25						111	1,637.25	111.00
Spindale Mills	Com.	B 2858	100	2,050.00						100	2,050.00	145.00
		B 2859	100	2,050.00						100	2,050.00	145.00
		B 2860	100	2,050.00						100	2,050.00	145.00
TOTALS				$ 44,459.82		$ 755.50	$ 755.50				$ 44,459.82	$ 3,871.66

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENT
YEAR ENDED DECEMBER 31, 1954

EXHIBIT H

FUND BALANCE DECEMBER 31, 1953		$ 124,085.51
ADDITIONS DURING 1954		
Fred Stanback	$ 300.00	
Sale National City Bank Stock Rights	.54	
Lena M. Warlick - Will	1,266.36	
Fesperman Bible Class, Greensboro	395.55	
TOTAL ADDITIONS		1,962.45
FUND BALANCE 12-31-54		$ 126,047.96

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
MEMORIAL CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1954

EXHIBIT I

FUND BALANCE 12-31-54		$ 1,356.32
ADDITIONS YEAR 1954		
Charlie Brantley	$ 11.68	
W. R. Weaver	45.00	
W. C. Lyerly	500.00	
C. M. Linn	5.00	
Clarence W. Peeler	5.00	
Mrs. Walker Lyerly	45.00	
Mrs. Fred Abernathy	5.00	
R. E. Leonard	11.00	
TOTAL ADDITIONS		627.68
FUND BALANCE 12-31-54		$ 1,984.00

EXHIBIT J

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CONTRIBUTIONS FOR HOME FOR THE AGED
YEAR 1954

First Church Asheboro	$ 13.30	
Second Church Lexington	492.51	
Mr. and Mrs. J. Yorke Peeler	50.00	
TOTAL FUND		$ 555.81

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CASH IN BANKS
DECEMBER 31, 1954

SCHEDULE 1

CURRENT FUND		
Bank of Rockwell, Rockwell, N. C.	$ 2,292.99	
Security Bank and Trust Company, Salisbury, N. C.	3,526.53	
TOTAL		$ 5,819.52
ENDOWMENT FUNDS		
Citizens National Bank, Concord, N. C.	$ 1,538.20	
The Northwestern Bank, Hickory, N C.	1,296.52	
TOTAL GENERAL ENDOWMENT	$ 2,834.72	
First National Bank Conover, funds for Home for the Aged	555.81	
TOTAL		3,390.53
TOTAL CASH IN BANKS		$ 9,210.05

SCHEDULE 2

NAZARETH ORPHANS HOME
CRESCENT, NORTH CAROLINA
CONTRIBUTIONS, CURRENT FUND
YEAR ENDED DECEMBER 31, 1954

L. G. Troxell	$ 10.00	
Cone Foundation	200.00	
A. W. Barkley	10.00	
C. C. Graham	25.00	
Rev. C. P. Wehr	5.00	
Kings Daughters	10.00	
William H. Graff	8.00	
Mrs. D. K. Hoke	5.00	
Catawba College, Y.W.C.A.	5.00	
Mrs. Mary Jordan	20.00	
Elsie Chaney	5.00	
Mrs. C. C. Wagoner	10.00	
Williams E. Stevens, Jr.	50.00	
R. R. Cline	100.00	
White Packing Company	67.60	
Vance Memorial Fund	236.10	
Joseph F. Cannon Trust Fund	363.50	
M. A. Williams	10.00	
Mr. and Mrs. J. E. Fisher	25.00	
Margaret Sink	25.00	
McCombs Granite Co.	40.00	
Andy J. Harwood	10.00	
E. Elwood Earnhardt	25.00	
Conover Furniture Company	300.00	
F. C. Warner	40.00	
Mr. and Mrs. Arnold T. Ingle	50.00	
J. A. Smith	100.00	
Lenora M. Schoepke	5.00	
Whitt Children	25.00	
TOTAL CASH		$ 1,785.20
CONTRIBUTIONS IN KIND		
Food	$ 2,050.00	
Clothing	100.00	
Linen	200.00	
TOTAL		2,350.00
TOTAL CASH AND OTHER		$ 4,135.20

NAZARETH ORPHANS HOME

ROCKWELL, NORTH CAROLINA

DECEMBER 31, 1955

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHANS HOME

ROCKWELL, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

March 20, 1956

Chairman, Board of Directors
Nazareth Orphans Home
Rockwell, North Carolina

Gentlemen:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of the Nazareth Orphans Home and submit herewith our report consisting of nine (9) Exhibits and two (2) supporting Schedules.

Exhibit A shows a consolidated Balance Sheet of all funds, showing the Assets of your organization as of December 31, 1955. Against the Assets we have set up source of funds and show no liabilities. In regard to Liabilities, the December operating bills had not been paid, and there was a Liability outstanding on the Hedrick Annuity of $ 765.15 and to the Treasury Department for taxes withheld from employees wages in the amount of $ 176.70.

Exhibit B shows Cash Receipts and Disbursements, showing that money disbursed during the year exceeded receipts in the amount of $ 1,417.44. This was brought about largely by extensive repairs required.

Exhibit C presents the Balance Sheet By Funds. You will note that under Endowment Fund we have shown as a source of funds profit on sale of stock. In prior years this item has been added to Gifts and Accumulations, but it has been deemed advisable to show this as a separate item.

Exhibit D shows the changes in Current Fund Surplus during the year. You have been carrying for a number of years in the Endowment Fund a reserve to be transferred to Current Fund, if necessary. At the end of December, 1955 this reserve amounted to $ 3,283.37.

Exhibit E shows the Income and Expenses of the Home, which resulted in a net deficit from operation of $ 2,491.28. This, of course, covers only current operations and does not take into consideration profit on the sale of stocks or contributions for Endowment Fund purposes.

Exhibit F shows your investments in General Fund Endowment at cost and also at market value December 31, 1955. Market values of these stocks being $ 34,676.34 in excess of the cost. The yield based on cost represents 5.25% and the yield based on market represents 4.37%; however, it is expected that the yield for 1956 will be considerably higher since some of the non-productive stock has been exchanged for productive stock.

Exhibit G shows the investments of the J. T. Hedrick Annuity Fund. This is also shown at cost and at market value at December 31, 1955. The market value exceeded cost in the amount of $ 46,833.42, and the yield based on cost represents 9.61%, and based on market represents 4.68%. The income from the annuity investments is slightly larger, percentagewise, than the income from the General Endowment.

Exhibit H shows the increases in bequests for endowment with an increase during the year of $ 2,634.91.

Exhibit I shows Memorial Contributions during the year of $ 494.00.

All other Schedules are, in our opinion, self-explanatory.

Respectfully submitted,

Thos. P. Zum Brunnen

Thos. P. Zum Brunnen
Certified Public Accountant

TPZ:net

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1955

EXHIBIT A

ASSETS			
Cash in Bank - Current Fund		$ 5,457.17	
Cash in Bank - General Endowment	$ 1,453.23		
Cash in Bank - Hedrick Fund	326.40		
Cash in Bank - Home For Aged	555.81	2,335.44	
TOTAL CASH			$ 7,792.61
Prepaid Insurance		$ 257.73	
Provisions, etc.		2,200.00	
TOTAL			2,457.73
Sundry House and Farm Equipment		$ 18,708.50	
Rolling Stock - Bus Net		700.00	
Plant, Land, Buildings, etc.		190,437.59	
Investments - General Fund		172,472.17	
Investments - J. T. Hedrick Annuity Fund		44,472.82	
TOTAL			426,791.08
TOTAL ASSETS			$ 437,041.42
FUND SOURCES			
Student Loan Fund		$ 1,125.00	
L. A. Corriher Machinery Fund		3,000.00	
Current Fund Accumulated Earnings		23,198.40	
TOTAL CURRENT FUNDS			$ 27,323.40
Specific Bequests - Plant Fund		$ 35,461.58	
Gifts and Accumulations		154,976.01	
TOTAL PLANT FUNDS			190,437.59
Specific Bequests - Endowment Fund		$ 128,682.87	
Memorial Contributions Endowment		2,478.00	
Gifts and Accumulations		28,938.36	
Wade H. Shuford Fund		3,000.00	
Julius Abernathy Fund		10,125.00	
Home for The Aged		555.81	
From Profit on Stock and Rights Sales		701.17	
J. T. Hedrick Annuity Fund		44,799.22	
TOTAL ENDOWMENT FUNDS			219,280.43
TOTAL FUNDS			$ 437,041.42

EXHIBIT B

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED DECEMBER 31, 1955

RECEIPTS		
Contributions From Religious Organizations	$ 18,048.86	
Contributions From Civic Organizations	145.00	
Duke Endowment	1,915.56	
Parents, Relatives and Guardians	3,086.00	
Other Contributions and Donations	1,561.49	
Income From Investments Unrestricted	9,069.37	
Income From Investments - Hedrick Fund	4,274.42	
Sale of Farm and Dairy Products	1,688.40	
Other Material and Junk Sales	82.60	
Refund - Health Supplies	20.00	
Refund of Supplies	6.00	
Refund of Repairs	38.00	
Refund of Farm Supplies	33.95	
Sale of Stock Rights and Stock Dividend	3,063.09	
Specific Bequests	2,634.91	
Memorial Contributions	494.00	
Wade H. Shuford Fund	500.00	
TOTAL RECEIPTS	$ 46,661.65	
BALANCE December 31, 1954	9,210.05	
TOTAL		$ 55,871.70
DISBURSEMENTS		
Administrative Expenses, Salaries, etc.	$ 4,722.70	
Hedrick Annuity	1,504.84	
Household Expenses, Food, Clothing, etc.	16,347.22	
Health	515.78	
Education	2,170.73	
Plant Operation Maintenance	10,266.03	
Travel	56.02	
Farm Feed and Supplies	7,126.64	
Endowment Fund Investments	5,356.13	
Hedrick Annuity Fund Investments	13.00	
TOTAL DISBURSEMENTS	$ 48,079.09	
Cash in Banks December 31, 1955	7,792.61	
TOTAL		$ 55,871.70

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
BALANCE SHEET BY FUNDS
DECEMBER 31, 1955

EXHIBIT C

A S S E T S

I CURRENT			
Cash in Banks		$ 5,457.17	
Prepaid Insurance		257.73	
Inventories, Provisions, etc.		2,200.00	
Sundry Equipment		18,708.50	
Rolling Stock: Bus	$ 3,500.00		
LESS: Reserve for Depreciation	2,800.00	700.00	
TOTAL CURRENT ASSETS			$ 27,323.40
II PLANT FUND INVESTMENTS			
Land		$ 30,500.00	
Buildings		147,560.00	
Farm Buildings		11,650.00	
Fire Fighting Equipment		727.59	
TOTAL PLANT INVESTMENTS			190,437.59
III ENDOWMENT FUNDS			
Cash in Banks		$ 2,335.44	
Stocks and Bonds		172,472.17	
Stocks - J. T. Hedrick Annuity		44,472.82	
TOTAL ENDOWMENT			219,280.43
TOTAL ASSETS			$ 437,041.42

LIABILITIES AND FUND SOURCES

I CURRENT		
Student Loan Funds	$ 1,125.00	
L. A. Corriher Machinery Fund	3,000.00	
Surplus	23,198.40	
TOTAL CURRENT FUND		$ 27,323.40
II PLANT FUND SOURCES		
Specific Bequests	$ 35,461.58	
Gifts and Accumulations	154,976.01	
TOTAL PLANT FUNDS		190,437.59
III ENDOWMENT FUND SOURCES		
J. T. Hedrick Annuity Fund	$ 44,799.22	
Specific Bequests	128,682.87	
Memorial Contributions	2,478.00	
Gifts and Accumulations	22,748.34	
From Current Fund	2,906.65	
Reserve for Current Fund Use	3,283.37	
Wade and Shuford Fund	3,000.00	
Julius Abernathy Fund	10,125.00	
Home For The Aged	555.81	
From Profit on Sale of Stock	701.17	
TOTAL ENDOWMENT FUNDS		219,280.43
TOTAL FUNDS		$ 437,041.42

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
ANALYSIS OF CURRENT FUND SURPLUS
YEAR ENDED DECEMBER 31, 1955

EXHIBIT D

SURPLUS DECEMBER 31, 1954		$ 23,311.72
ADD:		
Transfer From Reserve Account		2,453.76
TOTAL		$ 25,765.48
DEDUCT:		
Excess of Expense Over Revenue	$ 2,491.28	
Transfer to Endowment	75.80	
TOTAL		2,567.08
SURPLUS BALANCE DECEMBER 31, 1955		$ 23,198.40

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSES
YEAR ENDED DECEMBER 31, 1955

EXHIBIT E
SHEET 1

INCOME			
Contributions From Religious Organizations		$ 18,048.86	
Contributions From Civic Organizations		145.00	
Duke Endowment		1,915.56	
Parents, Relatives and Guardians		3,086.00	
Other Contributions and Donations		2,319.73	
Income From Investments		9,069.37	
Income From Hedrick Annuity Investment	$ 4,274.42		
LESS: Annuities Paid	1,504.84	2,769.58	
Sale of Farm and Dairy Products		1,688.40	
Miscellaneous Sales		82.60	
TOTAL INCOME			$ 39,125.10
EXPENSES			
Administrative:			
Salaries	$ 2,881.00		
Office Supplies	90.51		
Telephone	292.63		
Insurance	903.00		
Conference Expense and Dues	15.00		
Finance and Publicity	350.65		
F.I.C.A. Tax	240.88		
TOTAL		$ 4,773.67	
HOUSEHOLD EXPENSE			
Salaries	$ 6,235.37		
Food	4,609.15		
Clothing and Toilet Accessories	2,625.73		
Laundry	620.59		
Household Supplies	1,312.81		
Recreation	783.57		
Miscellaneous	10.00		
TOTAL		16,197.22	
HEALTH			
Health Supplies	$ 385.03		
Hospitals	110.75		
TOTAL		495.78	
EDUCATION			
Salaries	$ 500.00		
Supplies	1,460.97		
Apportionment	112.00		
TOTAL		2,072.97	
TOTALS FORWARDED		$ 23,539.64	$ 39,125.10

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSES
YEAR ENDED DECEMBER 31, 1955

EXHIBIT E
SHEET 2

BROUGHT FORWARD		$ 23,539.64	$ 39,125.10
PLANT EQUIPMENT AND MAINTENANCE			
Salaries and Wages	$ 180.00		
Fuel, Light and Power	2,940.53		
Replacement and Repairs	7,102.50		
Miscellaneous	5.00		
Travel	56.02		
Depreciation - Bus	700.00		
TOTAL		10,984.05	
FARM			
Salaries and Wages	$ 3,195.00		
Supplies	2,933.99		
Replacement and Repairs	144.53		
Replacement - Furniture and Fixtures	819.17		
TOTAL		7,092.69	
TOTAL EXPENSES			41,616.38
EXCESS OF EXPENSE OVER INCOME			$ 2,491.28

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
STOCK AND BOND TRANSACTIONS
YEAR 1955

EXHIBIT F
SHEET 1

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-54	YEAR'S TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1955 SHARES	COST	MARKET VALUE 12-31-55	DIVIDENDS RECEIVED
Alabama Mills	C	C27425	500	$ 7,250.00		$	$			500	$ 7,250.00	$ 5,750.00	$ 0.
		C29950	100	1,475.00						100	1,475.00	1,150.00	0.
		C29951	100	1,475.00						100	1,475.00	1,150.00	0.
		C29952	100	1,475.00						100	1,475.00	1,150.00	0.
		C29953	100	1,475.00						100	1,475.00	1,150.00	0.
		C29954	100	1,475.00						100	1,475.00	1,150.00	0.
		C30879	100	1,175.00						100	1,175.00	1,150.00	0.
		C30880	100	1,175.00						100	1,175.00	1,150.00	0.
American Tel. and Tel.	C	S185810	6	815.26						6	815.26	1,082.25	54.00
		A613325	30	4,385.68						30	4,385.68	5,411.25	270.00
		A687771	14	2,189.88						14	2,189.88	2,525.25	126.00
		T218482	7	1,075.55						7	1,075.55	1,262.63	63.00
American Tobacco	C	B35090	100	7,378.35						100	7,378.35	8,125.00	440.00
		BB56802	20	1,475.67						20	1,475.67	1,625.00	88.00
		BB264718	42	3,098.91						42	3,098.91	3,412.50	184.80
		TBB31948	32	2,361.07						32	2,361.07	2,600.00	140.80
Bird and Sons	C	C2426	100	2,487.50						100	2,487.50	2,600.00	125.00
		C3216	100	2,487.50						100	2,487.50	2,600.00	125.00
Cleveland Cliff Iron Co.	Pfd.	P01810	40	3,374.55						40	3,374.55	3,860.00	180.00
		P05820	25	2,142.00						25	2,142.00	2,412.50	112.52
	C	C03776	40	465.45						40	465.45	1,860.00	80.00
		C015150	25	295.50						25	295.50	1,162.50	50.00
Dan River Mills	C	C10470	100	1,500.00	8- 5-55		750.00			100	750.00	1,412.50	50.00
		C09237	50	750.00	8- 5-55		375.00			50	375.00	706.25	25.00
		C10746	100	1,312.50	8- 5-55		656.25			100	656.25	1,412.50	50.00
		C10747	100	1,312.50	8- 5-55		656.25			100	656.25	1,412.50	50.00
		C10748	100	1,312.50	8- 5-55		656.25			100	656.25	1,412.50	50.00
		C09429	50	656.25	8-5-55		328.12			50	328.13	706.25	25.00
		TC53063	100		8- 5-55	684.37				100	684.37	1,412.50	50.00
		TC53064	100		8- 5-55	684.37				100	684.37	1,412.50	50.00
		TC53065	100		8- 5-55	684.37				100	684.37	1,412.50	50.00
		TC53066	100		8- 5-55	684.38				100	684.38	1,412.50	50.00
		TC53067	100		8- 5-55	684.38				100	684.38	1,412.50	50.00
Hygrade Food Prod. Corp.	4% Pfd.	TP77	20	1,710.00						20	1,710.00	2,000.00	80.00
Home Insurance Co.	C	B170231	100	2,987.50						100	2,987.50	5,000.00	200.00
	C	B170232	100	2,987.50						100	2,987.50	5,000.00	200.00
Interstate Engineering Co.	C	12501	100	1,472.22						100	1,472.22	1,075.00	80.00
		12502	100	1,472.22						100	1,472.22	1,075.00	80.00
		12503	100	1,472.22						100	1,472.22	1,075.00	80.00
		010099	60	883.34						60	883.34	645.00	48.00
Landers, Frary & Clark	C	86588	75	2,775.00						75	2,775.00	1,921.88	93.75
Lexington Grocery Co.	5% Pfd.	8	5	500.00						5	500.00	500.00	25.00
TOTALS FORWARDED				$ 74,111.62		$ 3,421.87	$ 3,421.87				$ 74,111.62	$ 86,755.76	$ 3,425.87

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
STOCK AND BOND TRANSACTIONS
YEAR 1955

EXHIBIT F
SHEET 2

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-54	YEAR'S TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1955 SHARES	COST	MARKET VALUE 12-31-55	DIVIDENDS RECEIVED
BROUGHT FORWARD				$ 74,111.62		$ 3,421.87	$ 3,421.87		$		$ 74,111.62	$ 86,755.76	$ 3,425.87
Mooresville Milling Co.	C	5221	1,000	8,483.37	3- 3-55		8,483.37						
		5333	50	471.30	3- 3-55		471.30						
		5342	150	1,413.89	3- 3-55		1,413.89						
		5356	100	942.59	3- 3-55		942.59						
		5371	39	339.33	3- 3-55		339.33						
		6700	40	349.52	3- 3-55		349.52						
			621		4-13-55	5,356.13	5,356.13						
			1,000		4-13-55	8,625.00	8,625.00						
Burlington Industries	C	TGC07204	1,500		3- 3-55	25,981.13	2,361.92			1,500	23,619.21	24,937.50	1,012.50
	C		150		11-22-55	2,361.92	2,453.76		91.84				
National City Bk. of N.Y.	C	C142801	100	3,687.90						100	3,687.90	6,462.50	245.00
		C0382703	17	656.08						17	656.08	1,098.63	41.65
		C0433438	4	150.56						4	150.56	258.50	9.80
		C0448455	1	37.64						1	37.64	64.62	2.45
		C0508958	40	2,100.00						40	2,100.00	2,585.00	98.00
New Britain Mach. Co.	C	C31653	100	1,825.00						100	1,825.00	3,700.00	240.00
		C37913	50	500.00						50	500.00	1,850.00	120.00
		D2285	150	2,325.00						150	2,325.00	5,550.00	360.00
R.J. Reynolds Tobacco Co.	C - B	BL327368	66	2,211.00						66	2,211.00	3,555.75	171.60
		BL333888	50	1,675.00						50	1,675.00	2,693.75	130.00
A. O. Smith Corp.	C	14611	100	3,527.77						100	3,527.77	5,862.50	220.00
		14612	100	3,527.76						100	3,527.76	5,862.50	220.00
Savannah Sugar Ref. Co.	C	SF6270	50	2,087.50						50	2,087.50	3,700.00	200.00
Spindale Mills	C	B2779	100	2,050.00						100	2,050.00	1,775.00	100.00
		B2780	100	2,050.00						100	2,050.00	1,775.00	100.00
		B2781	100	2,050.00						100	2,050.00	1,775.00	100.00
		B2861	50	1,025.00						50	1,025.00	887.50	50.00
State Loan & Finance Co.	6% Pfd.	P1098	100	2,359.25						100	2,359.25	2,375.00	150.00
	C	A1114	25	35.18						25	35.18	387.50	17.50
		A5545	25	35.19						25	35.19	387.50	17.50
		CA011126	50	70.38						50	70.38	775.00	35.00
Textiles	Pfd.	3449	41	830.25						41	830.25	861.00	41.00
	Pfd.	3450	30	615.00						30	615.00	630.00	30.00
	C	13057	100	1,200.00						100	1,200.00	1,700.00	100.00
		13058	100	1,200.00						100	1,200.00	1,700.00	100.00
		13066	100	1,200.00						100	1,200.00	1,700.00	100.00
		15498	64	1,024.00						64	1,024.00	1,088.00	64.00
		15562	1,000	17,000.00						1,000	17,000.00	17,000.00	1,000.00
		16739	100	1,537.50						100	1,537.50	1,700.00	100.00
		16740	100	1,537.50						100	1,537.50	1,700.00	100.00
Wiscassett Mills Co.	C	2760	10	2,650.00						10	2,650.00	2,150.00	70.00
TOTALS FORWARDED				$ 148,892.08		$ 45,746.05	$ 34,218.68		$ 91.84		$ 160,511.29	$ 195,303.51	$ 8,771.87

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
STOCK AND BOND TRANSACTIONS
YEAR 1955

EXHIBIT F
SHEET 3

		CERTIFICATE NUMBER	DUE	COST AT 12-31-54	YEAR'S TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1955 SHARES	COST	MARKET VALUE 12-31-55	DIVIDENDS RECEIVED
BROUGHT FORWARD				$ 148,892.08		$ 45,746.05	$ 34,218.68		$ 91.84		$ 160,511.29	$ 195,303.51	$ 8,771.87
BONDS	ISSUED												
U. S. 2 1/2	4-15-43	59K	6-15-69/64	5,000.00							5,000.00	5,000.00	125.00
U. S. 2 1/2	9-15-43	81A	12-15-69/64	5,000.00							5,000.00	5,000.00	125.00
Standard Oil of New Jersey 2 3/8	5-15-46	16736	5-15-71	980.44							980.44	922.50	23.75
Standard Oil of New Jersey 2 3/8	5-15-46	16737	5-15-71	980.44							980.44	922.50	23.75
TOTAL BONDS				$ 11,960.88							$ 11,960.88	$ 11,845.00	$ 297.50
TOTAL INVESTMENTS				$ 160,852.96		$ 45,746.05	$ 34,218.68		$ 91.84		$ 172,472.17	$ 207,148.51	$ 9,069.37

Yield Based on Cost 5.25 %
Yield Based on Market 4.37

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
INVESTMENTS - J. T. HEDRICK ANNUITY FUND
YEAR 1955

EXHIBIT G

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-54	YEAR'S TRANSACTIONS DATE	COST	SALE PRICE	LOSS	GAIN	ON HAND DECEMBER 31, 1955 SHARES	COST	MARKET VALUE	DIVIDENDS RECEIVED
American Enka	C	C8224	50	$ 1,391.67		$	$			50	$ 1,391.67	$ 2,237.50	$ 104.26
		C16003	100	2,783.33						100	2,783.33	4,475.00	208.54
Bethlehem Steel Corp.	C	K185762	100	2,854.94						100	2,854.94	16,362.50	725.00
		L376181	50	1,427.47						50	1,427.47	8,181.25	362.50
Chase National Bank	C	H154305	100	3,675.00	4-13-55		3,675.00						55.00
		484210	23	796.38	4-13-55		796.38						12.65
		204586	100	4,536.60	4-13-55		4,536.60						55.00
Chase Manhattan	C	C24836	100			3,233.33				100	3,233.33	5,212.50	165.00
		24837	100			3,233.33				100	3,233.33	5,212.50	165.00
		023070	79			2,554.32				79	2,554.32	4,117.88	130.35
Champion Paper & Fiber Co.	C	TC1622	100	1,190.60						100	1,190.60	6,450.00	200.00
		CC3517	100	1,190.61						100	1,190.61	6,450.00	200.00
International Cellucotton Co.	C	C02456	50	725.00	10-25-55		725.00						90.00
		CC04334	50	725.00	10-25-55		725.00						90.00
Kimberly-Clark	C	C20448	100		10-25-55	1,450.00				100	1,450.00	4,562.50	0.
Keystone Custodian B - 3		46289	200	3,632.00						200	3,632.00	3,812.00	344.00
		78821	6	105.48						6	105.48	114.36	10.32
Keystone Custodian K - 1		46499	200	3,910.00						200	3,910.00	3,954.00	252.00
Keystone Custodian S - 2		34862	100	755.50						100	755.50	1,216.00	118.00
		93787	100	755.50						100	755.50	1,216.00	118.00
Kroger Grocery	C	NC2552	100	2,399.72						100	2,399.72	4,487.50	200.00
		NC14132	100	2,399.72						100	2,399.72	4,487.50	200.00
		NC/047396	40	1,418.05						40	1,418.05	1,795.00	80.00
Shuford Mills	C	212	111	1,637.25						111	1,637.25	1,637.25	88.80
Spindale Mills		B2858	100	2,050.00						100	2,050.00	1,775.00	100.00
		B2859	100	2,050.00						100	2,050.00	1,775.00	100.00
		B2860	100	2,050.00						100	2,050.00	1,775.00	100.00
TOTALS				$ 44,459.82		$ 10,470.98	$ 10,457.98				$ 44,472.82	$ 91,306.24	$ 4,274.42

Yield Based on Cost 9.61 %
Yield Based on Market 4.68

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENT
YEAR ENDED DECEMBER 31, 1955

EXHIBIT H

FUND BALANCE DECEMBER 31, 1954		$ 126,047.96
ADDITIONS DURING 1955		
A. Alex Shuford	$ 2,000.00	
William A. Shell	57.81	
Fred Stanback	200.00	
Fesperman Bible Class, Greensboro, N. C.	377.10	
TOTAL ADDITIONS		2,634.91
FUND BALANCE DECEMBER 31, 1955		$ 128,682.87

EXHIBIT I

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
MEMORIAL CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1955

FUND BALANCE DECEMBER 31, 1954		$ 1,984.00
ADDITIONS DURING 1955		
Mrs. Walker Lyerly	$ 5.00	
Mrs. Fred Abernathy	5.00	
Mrs. A. M. Penninger	5.00	
Mrs. J. A. Rowland	20.00	
Carrol Bost	20.00	
A. A. Blackwelder	10.00	
Thomas L. Moose, Jr.	120.00	
Mrs. S. C. Kluttz	40.00	
Ed Brown	5.00	
C. C. Bost, Jr.	10.00	
Mrs. Merriman Cheek	5.00	
M. J. Abernathy	7.50	
C. V. Greeson	5.00	
Harvey Greetner	205.00	
Mrs. W. H. Thompson	10.00	
P. C. Lippard	10.00	
H. A. M. Barringer	7.50	
Charles A. Suther	4.00	
TOTAL		494.00
FUND BALANCE DECEMBER 31, 1955		$ 2,478.00

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
CASH IN BANKS
DECEMBER 31, 1955

SCHEDULE 1

CURRENT FUND		
Bank of Rockwell, Rockwell, North Carolina	$ 1,340.86	
Security Bank and Trust Company, Salisbury, N. C.	4,116.31	
TOTAL		$ 5,457.17
ENDOWMENT FUND		
Citizens National Bank, Concord, N. C.	$ 432.10	
The Northwestern Bank, Hickory, N. C.	1,347.53	
TOTAL GENERAL ENDOWMENT	$ 1,779.63	
First National Bank, Conover , N. C. - Funds For Home For Aged	555.81	
TOTAL ENDOWMENT		2,335.44
TOTAL CASH IN BANKS		$ 7,792.61

SCHEDULE 2

NAZARETH ORPHANS HOME
ROCKWELL, NORTH CAROLINA
CONTRIBUTIONS TO CURRENT FUND
YEAR ENDED DECEMBER 31, 1955

A. W. Barkely	$ 10.00	
Edith B. Hershey	3.00	
Odell Leonard	5.00	
J. C. Cheek	1.00	
Roy L. Koontz	80.00	
Canon Veterans Hospital	20.00	
J. M. McCann	20.00	
Mrs. Clara Lyerly	10.00	
F. E. Werner	40.00	
Loreine Parker	5.00	
T. B. Parker	25.00	
Joseph Cannon Trust	365.50	
Vance Trust	364.23	
Conover Furniture Company	300.00	
W. Ralph and Marion B. Hinkle	15.00	
Mr. and Mrs. A. T. Ingle	50.00	
Mrs. George Shelly	1.00	
Reverend C. P. Wehr	5.00	
Cone Foundation	100.00	
Mrs. R. D. Sink	50.00	
TOTAL CASH		$ 1,469.73
CONTRIBUTIONS IN KIND		
Food	$ 600.00	
Clothing	50.00	
Household Supplies	200.00	
TOTAL		850.00
TOTAL CASH AND OTHER		$ 2,319.73

NAZARETH ORPHANS' HOME

ROCKWELL, NORTH CAROLINA

SEPTEMBER 30, 1956

THOS. P. ZUMBRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

NAZARETH ORPHAN'S HOME

ROCKWELL, NORTH CAROLINA

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THOS. P. ZUM BRUNNEN
CERTIFIED PUBLIC ACCOUNTANT
SALISBURY, NORTH CAROLINA

November 12, 1956

Chairman, Board of Directors,
Nazareth Orphan's Home,
Rockwell, North Carolina.

Gentlemen:

We have made an examination of the books and records of Mr. J. Yorke Peeler, Treasurer of the Nazareth Orphan's Home and submit herewith our report consisting of nine (9) Exhibits and two (2) supporting Schedules.

Exhibit A Consists of a Consolidated Balance Sheet of all funds showing the Assets as of September 30, 1956. Against the Assets we have set up source of funds and show no liabilities. In regard to Liabilities, the unpaid invoices for the month of September have not been included since you operate on a cash receipts and disbursements basis.

Exhibit B shows Cash Receipts and Disbursements. Cash Receipts for all funds during the period exceeding Disbursements in the amount of $ 990.27.

Exhibit C presents the Balance Sheet by Funds. In setting up these balance sheets we have not taken into consideration any depreciation on the buildings in the Plant Fund.

Exhibit D shows the changes in Current Fund Surplus during the period, resulting in a decrease of $ 3,548.56.

Exhibit E shows Income and Expenses in the Current Fund, showing expenses in excess of income in the amount of $ 3,548.56.

Exhibit F shows your investments of General Fund Endowment at cost and also at market value at September 30, 1956.

Exhibit G shows the investments of the J. T. Hedrick Annuity Fund and also the investments of the funds of the Home For The Aged.

Exhibit H and I show the increases in the Specific Bequests For Endowments and Memorial Contributions during the nine month period.

All other Schedules are, in our opinion, self-explanatory.

Respectfully submitted,

Thos. P. Zum Brunnen

Thos. P. Zum Brunnen
Certified Public Accountant

TPZ:ba

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
CONSOLIDATED BALANCE SHEET
SEPTEMBER 30, 1956

ASSETS			
Cash in Bank - Current Fund		$ 2,323.44	
Cash in Bank - General Endowment	$ 5,995.28		
Cash in Bank - Hedrick Fund	326.40		
Cash in Bank - Home For The Aged	137.76	6,459.44	
TOTAL CASH			$ 8,782.88
Prepaid Insurance		$ 293.10	
Provisions, etc.		1,900.00	
TOTAL			2,193.10
Notes Receivable Student Loans			374.80
Sundry House and Farm Equipment		$ 18,708.50	
Rolling Stock, Bus Net		175.00	
Plant, Land, Buildings, etc.		190,437.59	
Investments - General Fund		171,972.17	
Investments - J. T. Hedrick Annuity Fund		44,472.82	
Investments - Home For The Aged		556.59	
TOTALS			426,322.67
TOTAL ASSETS			437,673.45
FUND SOURCES			
Student Loan Fund		$ 1,125.00	
L. A. Corriher Machinery Fund		3,000.00	
Current Fund Accumulated Earnings		19,649.84	
TOTAL CURRENT FUND			$ 23,774.84
Specific Bequests, Plant Fund		$ 35,461.58	
Gifts and Accumulations		154,976.01	
TOTAL PLANT FUNDS			190,437.59
Specific Bequests, Endowment Funds		$ 132,084.92	
Memorial Contributions Endowment		2,618.00	
Gifts and Accumulations		28,938.36	
Wade H. Shuford Fund		3,500.00	
Julius Abernathy Fund		10,125.00	
Home For The Aged		694.35	
From Profit On Stock and Rights Sales		701.17	
J. T. Hedrick Annuity Fund		44,799.22	
TOTAL ENDOWMENT FUNDS			223,461.02
TOTAL FUNDS			$ 437,673.45

[illegible]
[illegible]
[illegible]
[illegible]

ASSETS

Cash in Bank - General Fund
Cash in [illegible] - General [illegible]
Cash in Bank - Student Loan
Cash in Bank - Funds for the Blue
TOTAL CASH
Prepaid Insurance
Provisions, etc.
TOTAL
Notes Receivable Endowment Fund
Endowment Notes and Loan Receivable
Holding Stock, Not Net
Plant, Land, Buildings, etc.
Investments - General Fund
Investments - [illegible] Fund
Investments - Funds for the Blue
TOTAL
TOTAL ASSETS

FUND SOURCES

Student Loan Fund
[illegible] Carriker Endowment Fund
Current Fund Accumulated Surplus
TOTAL CURRENT FUND
Specific Equities, Plant Fund
Liabilities and Accumulations

TOTAL PLANT FUNDS
Specific Equities, Endowment Fund
Memorial Contributions and Grants
Liabilities and Accumulations
Mabel E. Shurtz Fund
Julia Abernethy Fund
Funds for the Blue
Gifts Profit on Stock and Rights Sales
[illegible] F. Fredrick Annuity Fund
TOTAL ENDOWMENT FUNDS
TOTAL FUNDS

EXHIBIT B

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED SEPTEMBER 30, 1956

RECEIPTS		
Student Loan Notes Collected	$ 30.00	
Contributions From Religious Organizations	11,654.04	
Contributions From Civic Organizations	90.00	
Duke Endowment	1,690.05	
Parents, Relatives and Guardians	1,227.60	
Other Contributions and Donations	841.10	
Income From Investments Unrestricted	7,378.79	
Income From Investments-Hedrick Fund	3,473.61	
Sale Of Farm and Dairy Products	372.16	
Sale Of Stock	500.00	
Specific Bequests	3,402.05	
Memorial Contributions	140.00	
Wade H. Shuford Fund	500.00	
Home For The Aged	138.54	
TOTAL RECEIPTS	31,437.94	
Balance 12-31-55	7,792.61	
TOTAL		$ 39,230.55
DISBURSEMENTS		
Student Soans	$ 404.80	
Administrative Expenses, Salaries, etc.	4,061.50	
Hedrick Annuity	2,427.53	
Household Expenses, Food, Clothing, etc.	14,002.18	
Health	437.78	
Education	862.80	
Plant Operation and Maintenance	4,176.93	
Travel	70.90	
Farm Feed and Supplies	3,446.66	
Old Folk Home Investments	556.59	
TOTAL DISBURSEMENTS	$ 30,447.67	
Cash In Banks 9-30-56	8,782.88	
TOTAL		$ 39,230.55

EXHIBIT C

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
BALANCE SHEET BY FUNDS
SEPTEMBER 30, 1956

ASSETS

I CURRENT			
Cash in Banks		$ 2,323.44	
Prepaid Insurance		293.10	
Inventories, Provisions, etc.		1,900.00	
Loan Fund Notes Receivable		374.80	
Sundry Equipment		18,708.50	
Rolling Stock Bus	$ 3,500.00		
Less Reserve For Depreciation	3,325.00	175.00	
TOTAL CURRENT ASSETS			$ 23,774.84
II PLANT FUND INVESTMENTS			
Land		$ 30,500.00	
Buildings		147,560.00	
Farm Buildings		11,650.00	
Fire Fighting Equipment		727.59	
TOTAL PLANT INVESTMENTS			190,437.59
III ENDOWMENT FUNDS			
Cash in Banks		$ 6,459.44	
Stocks and Bonds		171,972.17	
Stocks J. T. Hedrick Annuity		44,472.82	
Stocks - Home For The Aged		556.59	
TOTAL ENDOWMENT ASSETS			223,461.02
TOTAL ASSETS			437,673.45

LIABILITIES AND FUND SOURCES

I CURRENT		
Student Loan Funds	$ 1,125.00	
L. A. Corriher Machinery Fund	3,000.00	
Surplus	19,649.84	
TOTAL CURRENT FUNDS		$ 23,774.84
II PLANT FUND SOURCES		
Specific Bequests	$ 35,461.58	
Gifts and Accumulations	154,976.01	
TOTAL PLANT FUNDS		190,437.59
III ENDOWMENT FUND SOURCES		
J. T. Hedrick Annuity Fund	$ 44,799.22	
Specific Bequests	132,084.92	
Memorial Contributions	2,618.00	
Gifts and Accumulations	22,748.34	
From Current Funds	2,906.65	
Reserve For Current Fund Use	3,283.37	
Wade H. Shuford Fund	3,500.00	
Julius Abernathy Fund	10,125.00	
Home For The Aged	694.35	
From Profit On Sale Of Stock	701.17	
TOTAL ENDOWMENT FUNDS		223,461.02
TOTAL FUNDS		437,673.45

EXHIBIT D

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
ANALYSIS OF CURRENT FUND SURPLUS
PERIOD ENDED SEPTEMBER 30,1956

SURPLUS DECEMBER 31, 1955	$ 23,198.40
DEDUCT:	
Excess Of Expenses Over Revenue Exhibit E	3,548.56
SURPLUS BALANCE 9-30-56	$ 19,649.84

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSES
PERIOD ENDED SEPTEMBER 30, 1956

EXHIBIT E
SHEET 1

INCOME			
Contributions From Religious Organizations		$ 11,654.04	
Contributions From Civic Organizations		90.00	
Duke Endowment		1,690.05	
Parents, Relatives and Guardians		1,227.60	
Other Contributions and Donations		1,241.10	
Income From Investments		7,378.79	
Income From Hedrick Annuity Investment	$ 3,473.61		
LESS: Annuitie s Paid	2,427.53	1,046.08	
Sale Farm and Dairy Products		372.16	
TOTAL INCOME			$ 24,699.82
EXPENSES			
Salaries	$ 1,755.00		
Office Supplies	91.22		
Telephone and Telegraph	224.86		
Insurance	627.28		
Conference Expenses and Dues	15.00		
Finance and Publicity	708.27		
F.I.C.A. Tax	184.50		
Funeral Expense	420.00		
TOTAL		$ 4,026.13	
HOUSEHOLD EXPENSE			
Salaries	$ 5,028.55		
Food	5,886.77		
Clothing and Toilet Acessories	1,923.45		
Laundry	622.32		
Household Supplies	681.54		
Recreation	559.55		
TOTAL		14,702.18	
HEALTH			
Health Supplies	$ 408.78		
Hospitals	29.00		
TOTAL		437.78	
EDUCATION			
Salaries	375.00		
Supplies	437.40		
Apportionment	50.40		
TOTAL		862.80	
TOTALS FORWARDED		$ 20,028.89	$ 24,699.82

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
STATEMENT OF INCOME AND EXPENSES
PERIOD ENDED SEPTEMBER 30, 1956

EXHIBIT E
SHEET 2

BROUGHT FORWARD		$ 20,028.89	$ 24,699.82
PLANT EQUIPMENT AND MAINTENANCE			
Salaries and Wages	$ 135.00		
Fuel, Light and Power	2,905.15		
Replacement and Repairs	1,105.78		
Miscellaneous	31.00		
Travel	70.90		
Depreciation Bus	525.00		
TOTAL		4,772.83	
FARM			
Salaries and Wages	2,385.00		
Supplies	1,021.96		
Replacement and Repairs	39.70		
TOTAL		3,446.66	
TOTAL EXPENSES			28,248.38
EXCESS OF EXPENSES OVER INCOME			3,548.56

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
STOCKS AND BONDS TRANSACTIONS UNRESTRICTED
PERIOD ENDED SEPTEMBER 30, 1956

EXHIBIT F
SHEET 1

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-55	YEAR'S TRANSACTIONS DATE	COST	SALE PRICE	ON HAND SEPTEMBER 30, 1956 SHARES	COST	MARKET VALUE 9-30-56	DIVIDENDS RECEIVED
Alabama Mills	Common	C 27425	500	$ 7,250.00		$	$ 3,625.00	500	$ 3,625.00	$ 3,250.00	0
Alabama Mills		C 29950	100	1,475.00			737.50	100	737.50	650.00	0
Alabama Mills		C 29951	100	1,475.00			737.50	100	737.50	650.00	0
Alabama Mills		C 29952	100	1,475.00			737.50	100	737.50	650.00	0
Alabama Mills		C 29953	100	1,475.00			737.50	100	737.50	650.00	0
Alabama Mills		C 29954	100	1,475.00			737.50	100	737.50	650.00	0
Alabama Mills		C 30879	100	1,175.00			587.50	100	587.50	650.00	0
Alabama Mills		C 30880	100	1,175.00			587.50	100	587.50	650.00	0
Alabama Mills		36925	900		3-28-56	6,365.63		900	6,365.63	5,850.00	0
Alabama Mills		36926	300			2,121.87		300	2,121.87	1,950.00	0
American Telephone and Telegraph	Common	S 185810	6	815.26				6	815.26	1,011.00	40.50
American Telephone and Telegraph		A 613325	30	4,385.68				30	4,385.68	5,055.00	202.50
American Telephone and Telegraph		A 687771	14	2,189.88				14	2,189.88	2,359.00	94.50
American Telephone and Telegraph		T 218482	7	1,075.55				7	1,075.55	1,179.50	47.25
American Tobacco Company	Common	B 35090	100	7,378.35				100	7,378.35	7,312.50	400.00
American Tobacco Company		BB 56802	20	1,475.67				20	1,475.67	1,462.50	80.00
American Tobacco Company		BB 264718	42	3,098.91				42	3,098.91	3,071.25	168.00
American Tobacco Company		TBB 31948	32	2,361.07				32	2,361.07	2,340.00	128.00
Bird and Son	Common	C 2426	100	2,487.50				100	2,487.50	2,312.50	100.00
Bird and Son		C 2316	100	2,487.50				100	2,487.50	2,312.50	100.00
Burlington Industries	Common	TGCO 7204	1,500	23,619.21				1,500	23,619.21	20,062.50	1,125.00
Cleveland Cliff Iron Company	Preferred	PO 1810	40	3,374.55				40	3,374.55	3,480.00	135.00
Cleveland Cliff Iron Company		PO 5820	25	2,142.00				25	2,142.00	2,175.00	84.39
Cleveland Cliff Iron Company	Common	CO 3776	40	465.45				40	465.45	1,670.00	36.00
Cleveland Cliff Iron Company		CO 15150	25	295.50				25	295.50	1,043,75	22.50
Dan River Mills		C 10470	100	750.00				100	750.00	1,212.50	75.00
Dan River Mills		CO 9237	50	375.00				50	375.00	606.25	37.50
Dan River Mills		C 10746	100	656.25				100	656.25	1,212.50	75.00
Dan River Mills		C 10747	100	656.25				100	656.25	1,212.50	75.00
Dan River Mills		C 10748	100	656.25				100	656.25	1,212.50	75.00
Dan River Mills		CO 9429	50	328.13				50	328.13	606.25	37.50
Dan River Mills		TC 53063	100	684.37				100	684.37	1,212.50	75.00
Dan River Mills		TC 53064	100	684.37				100	684.37	1,212.50	75.00
Dan River Mills		TC 53065	100	684.37				100	684.37	1,212.50	75.00
Dan River Mills		TC 53066	100	684.38				100	684.38	1,212.50	75.00
Dan River Mills		TC 53067	100	684.38				100	684.38	1,212.50	75.00
Hygrade Food Products Corporation	4%Preferred	TP 77	20	1,710.00				20	1,710.00	502.50	60.00
Home Insurance Company	Common	B 170231	100	2,987.50				100	2,987.50	3,975.00	150.00
Home Insurance Company		B 170232	100	2,987.50				100	2,987.50	3,975.00	150.00
Interstate Engineering Company	Common	12501	100	1,472.22				100	1,472.22	875.00	40.00
Interstate Engineering Company		12502	100	1,472.22				100	1,472.22	875.00	40.00
Interstate Engineering Company		12503	100	1,472.22				100	1,472.22	875.00	40.00
Interstate Engineering Company		O 10099	60	883.34				60	883.34	875.00	24.00
TOTALS FORWARDED				94,455.83		8,487.50	8,487.50		94,455.83	96,524.50	4,017.64

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
STOCKS AND BONDS TRANSACTIONS UNRESTRICTED
PERIOD ENDED SEPTEMBER 30, 1956

EXHIBIT F
SHEET 2

TOTALS BROUGHT FORWARD	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-55	YEAR'S TRANSACTIONS DATE	COST	SALE PRICE	ON HAND SEPTEMBER 30, 1956 SHARES	COST	MARKET VALUE 9-30-56	DIVIDEND RECEIVED
				$ 94,455.83		$ 8,487.50	$ 8,487.50		$ 94,455.83	$ 96,524.50	$ 4,017.64
Landers, Frary and Clark	Common	86588	75	2,775.00				75	2,775.00	1,781.25	60.00
Lexington Grocery Company	5% Preferred	8	5	500.00	8-9-56		500.00				25.00
National City Bank Of New York	Common	C 142801	100	3,687.90				100	3,687.90	6,700.00	195.00
National City Bank Of New York		CO 382703	17	656.08				17	656.08	1,139.00	33.15
National City Bank Of New York		CO 433438	4	150.56				4	150.56	268.00	7.80
National City Bank Of New York		CO 448455	1	37.64				1	37.64	67.00	1.95
National City Bank Of New York		CO 508958	40	2,100.00				40	2,100.00	2,680.00	78.00
The New Britain Machinery Company	Common	C 31653	100	1,825.00				100	1,825.00	3,350.00	120.00
The New Britain Machinery Company		C 37973	50	500.00				50	500.00	1,675.00	60.00
The New Britain Machinery Company		D 2285	150	2,325.00				100	2,325.00	5,025.00	180.00
R. J. Reynolds Tobacco Company	Common B	BL 327368	66	2,211.00				66	2,211.00	3,234.00	151.80
R. J. Reynolds Tobacco Company		BL 333888	50	1,675.00				50	1,675.00	2,450.00	115.00
A. O. Smith Corporation	Common	14611	100	3,527.77				100	3,527.77	5,525.00	210.00
A. O. Smith Corporation		14612	100	3,527.76				100	3,527.76	5,525.00	210.00
Savannah Sugar Refining Company	Common	SF 6270	50	2,087.50				50	2,087.50	4,150.00	75.00
Spindale Mills	Common	B 2779	100	2,050.00				100	2,050.00	1,600.00	75.00
Spindale Mills		B 2780	100	2,050.00				100	2,050.00	1,600.00	75.00
Spindale Mills		B 2781	100	2,050.00				100	2,050.00	1,600.00	75.00
Spindale Mills		B 2861	50	1,025.00				50	1,025.00	800.00	37.50
State Loan and Finance Company	6%Preferred	P 1098	100	2,359.25				100	2,359.25	2,400.00	112.50
State Loan and Finance Company	Common	A 114	25	35.18				25	35.18	412.50	14.37
State Loan and Finance Company	Common	A 5545	25	35.19				25	35.19	412.50	14.38
State Loan and Finance Company	Common	CAD 11126	50	70.38				50	70.38	825.00	28.75
Textiles, Incorporated	Preferred	3449	41	830.25				41	830.25	820.00	30.75
Textiles, Incorporated		3450	30	615.00				30	615.00	600.00	22.50
Textiles, Incorporated	Common	13057	100	1,200.00				100	1,200.00	1,550.00	75.00
Textiles, Incorporated		13058	100	1,200.00				100	1,200.00	1,550.00	75.00
Textiles, Incorporated		13066	100	1,200.00				100	1,200.00	1,550.00	75.00
Textiles, Incorporated		15498	64	1,024.00				64	1,024.00	992.00	48.00
Textiles, Incorporated		15562	1000	17,000.00				1000	17,000.00	15,500.00	750.00
Textiles, Incorporated		16739	100	1,537.50				100	1,537.50	1,550.00	75.00
Textiles, Incorporated		16740	100	1,537.50				100	1,537.50	1,550.00	75.00
Wiscassett Mills Company	Common	2760	10	2,650.00				10	2,650.00	2,150.00	30.00
TOTAL STOCKS				$ 160,511.29		$ 8,487.50	$ 8,987.50		$ 160,011.29	$ 177,555.75	$ 7,229.09
BONDS	ISSUED		DUE								
U. S. 2½%	4-15-43	59K	6-15-69/64	$ 5,000.00					$ 5,000.00	$ 5,000.00	$ 62.50
U. S. 2½%	9-15-43	81A	12-15-69/62	5,000.00					5,000.00	5,000.00	62.50
Standard Oil of New Jersey 2 3/8%	5-15-46	16736	5-15-71	980.44					980.44	875.00	11.87
Standard Oil Of New Jersey	5-15-46	16737	5-15-71	980.44					980.44	875.00	11.87
TOTAL BONDS				$ 11,960.88					$ 11,960.88	$ 11,750.00	$ 148.74
TOTAL INVESTMENTS				$ 172,472.17		$ 8,487.50	$ 8,987.50		$ 171,972.17	$ 189,305.75	$ 7,377.83

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
INVESTMENTS, J. T. HEDRICK ANNUITY FUND
SEPTEMBER 30, 1956

EXHIBIT G

	KIND	CERTIFICATE NUMBER	NUMBER OF SHARES	COST AT 12-31-55	YEAR'S TRANACTIONS DATE	COST	SALE PRICE	ON HAND SEPTEMBER 30, 1956 SHARES	COST	MARKET VALUE 9-30-56	DIVIDENDS RECEIVED
American Enka	Common	C 8224	50	$ 1,391.67				50	$ 1,391.67	$ 1,525.00	$ 60.00
American Enka	Common	C 16003	100	2,783.33				100	2,783.33	3,050.00	120.00
Bethlehem Steel Corporation	Common	K 185762	100	2,854.94				100	2,854.94	16,112.50	650.00
Bethlehem Steel Corporation		L 376181	50	1,427.47				50	1,427.47	8,056.25	325.00
Chase Manhattan Bank	Common	C 24836	100	3,233.33				100	3,233.33	5,225.00	165.00
Chase Manhattan Bank		C 24837	100	3,233.33				100	3,233.33	5,225.00	165.00
Chase Manhattan Bank		023070	79	2,554.32				79	2,554.32	4,127.75	130.35
Champion-Paper and Fiber	Common	TC 1622	100	1,190.60			$ 595.30	100	595.30	3,600.00	140.00
Champion-Paper and Fiber		CC 3517	100	1,190.61			595.30	100	595.31	3,600.00	140.00
Champion-Paper and Fiber		CC 8393	100		7-31-56	$ 595.30		100	595.30	3,600.00	30.00
Champion-Paper and Fiber		CC 8394	100		7-31-56	595.30		100	595.30	3,600.00	30.00
Kimberly-Clark Corporation	Common	C 20448	100	1,450.00				100	1,450.00	4,462.50	135.00
Keystone Custodian B3		46289	200	3,632.00				200	3,632.00	3,512.00	322.00
Keystone Custodian B3		78821	6	105.48				6	105.48	105.36	9.66
Keystone Custodian K1		46499	200	3,910.00			1,955.00	200	1,955.00	1,758.00	218.00
Keystone Custodian K1		111989	200		5-1-56	1,955.00		200	1,955.00	1,758.00	130.00
Keystone Custodian S2		34862	100	755.50				100	755.50	1,230.00	26.00
Keystone Custodian S2		93787	100	755.50				100	755.50	1,230.00	26.00
Kroger Grocery		NC 2552	100	2,399.72				100	2,399.72	5,075.00	150.00
		NC 14132	100	2,399.72				100	2,399.72	5,075.00	150.00
		NC/O 47396	40	1,418.05				40	1,418.05	2,030.00	60.00
Shuford Mills	Common	212	111	1,637.25				111	1,637.25	1,554.00	66.60
Spindale Mills		B 2858	100	2,050.00				100	2,050.00	1,600.00	75.00
Spindale Mills		B 2859	100	2,050.00				100	2,050.00	1,600.00	75.00
Spindale Mills		B 2860	100	2,050.00				100	2,050.00	1,600.00	75.00
TOTALS				$ 44,472.82		$ 3,145.60	$ 3,145.60		$ 44,472.82	$ 90,311.36	$ 3,473.61
HOME FOR THE AGED INVESTMENTS											
Duke Power Company	Common	CO 23129	16		3-13-56	$ 530.15		16	$ 530.15	$ 448.00	$ 4.00
Duke Power Company		CO 23785	1		5-14-56	26.44		1	26.44	28.00	
TOTAL						$ 556.59			$ 556.59	$ 476.00	$ 4.00

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
SPECIFIC BEQUESTS FOR ENDOWMENT
PERIOD ENDED SEPTEMBER 30, 1956

EXHIBIT H

FUND BALANCE DECEMBER 31, 1955		$ 128,682.87
ADDITIONS DURING 1956		
A. Alex Shuford	$ 2,000.00	
Fred J. Stanback	100.00	
Fesperman Bible Class, Greensboro	271.05	
Use of Grounds	200.00	
Sale of Books	831.00	
TOTAL ADDITIONS		3,402.05
FUND BALANCE SEPTEMBER 30, 1956		$ 132,084.92

EXHIBIT I

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
MEMORIAL CONTRIBUTIONS
PERIOD ENDED SEPTEMBER 30, 1956

FUND BALANCE DECEMBER 31, 1955		$ 2,478.00
Additions During 1956		
Mrs. Fred A. Abernathy	$ 10.00	
Sidney Barringer	5.00	
Mrs. Lee J. Beaver	10.00	
J. Conrad Hill	10.00	
Frank M. Hodge	5.00	
George H. Moose	25.00	
Gordon Malone, Jr.	10.00	
J. Wade Moose	20.00	
Rev. John M. Peck	35.00	
B. S. Peeler	5.00	
Mrs. A. P. Whisehunt	5.00	
TOTAL		140.00
FUND BALANCE SEPTEMBER 30, 1956		$ 2,618.00

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
CASH IN BANKS
SEPTEMBER 30, 1956

SCHEDULE 1

CURRENT FUND		
Bank of Rockwell, Rockwell, North Carolina	$ 1,666.11	
Security Bank and Trust Company, Salisbury, North Carolina	657.33	
TOTAL		$ 2,323.44
ENDOWMENT FUND		
Citizen's National Bank, Concord, North Carolina	$ 631.10	
The Northwestern Bank, Hickory, North Carolina	5,690.58	
TOTAL GENERAL ENDOWMENT	$ 6,321.68	
First National Bank, Conover, North Carolina Funds For Home For Aged	137.76	
TOTAL ENDOWMENT		6,459.44
TOTAL CASH IN BANKS		$ 8,782.88

SCHEDULE 2

NAZARETH ORPHAN'S HOME
ROCKWELL, NORTH CAROLINA
CONTRIBUTIONS TO CURRENT FUNDS
PERIOD ENDED SEPTEMBER 30, 1956

Sills, T. O.	$ 10.00	
Sink, Margaret	25.00	
Lyerly, Mrs. Clara	25.00	
Wall, Mrs. Lena	3.60	
Heilig, James D.	97.50	
Atlantic Acceptance Corporation	50.00	
Matrons Of Home	3.00	
Stanback, T. M.	500.00	
Hershey, Edith	2.00	
Edwards, Dr. and Mrs. A. B.	25.00	
Sink, Mrs. R. D.	50.00	
Kearns, J. B.	50.00	
TOTAL CASH		$ 841.10
CONTRIBUTIONS IN KINDS		
Food	$ 300.00	
Clothing	100.00	
TOTAL		$ 400.00
TOTAL CASH AND OTHER		$1,241.10